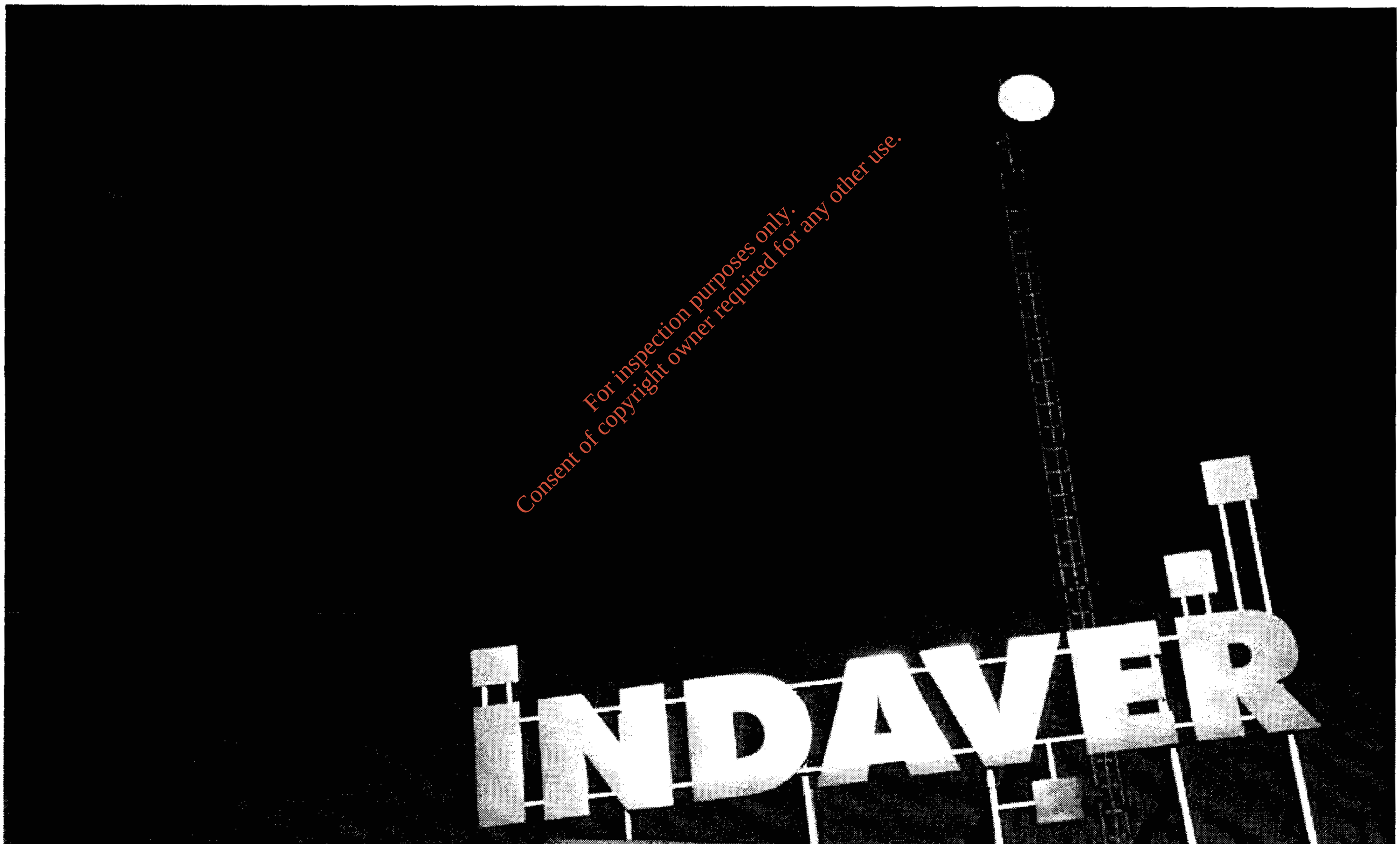
W0167-03 Additional Information

LEADING THE FIELD IN SUSTAINABLE WASTE MANAGEMENT



INDAVER GROUP

CONSOLIDATED FINANCIAL STATEMENTS 2011

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CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDING 31 DECEMBER 2011

	Notes	in € '000 31/12/11	31/12/10
Operating revenue		**520,422**	**413,882**
Sale of goods		52,539	36,249
Rendering of services		446,343	359,232
Property rental income		1,151	518
Other operating revenue	17	20,389	17,882
Operating expenses (-)		**-490,330**	**-391,194**
Cost of materials and services (-)		-288,770	-218,551
Materials and consumables (-)	17	*-52,700*	*-44,776*
Services (-)	17	*-236,070*	*-173,775*
Changes in inventories of finished goods and work in progress (-)		-1,308	-1,621
Employee expenses (-)		-106,914	-92,158
Wage and salaries (-)		*-75,552*	*-65,175*
Social security expenses (-)		*-16,579*	*-15,015*
Post employment benefit charges (-)		*-4,672*	*-5,187*
Other extra-legal insurances (-)		*-231*	*-207*
Other personnel expenses (-)	17	*-9,880*	*-6,574*
Depreciation and amortisation (-)		-46,189	-43,658
Depreciation (-) (on tangible assets)		*-40,841*	*-39,365*
Write down of inventories to net realisable value (-)		*-261*	*-67*
Amortisation (-) (on intangible assets)		*-5,087*	*-4,225*
Impairment losses, net		-4,364	-96
Impairment losses from property, plant and equipment, net		*-4,427*	
Impairment losses from bad and doubtful commercial debts, net		*63*	*-96*
Other operating expenses (-)	17	-44,246	-36,573
Work performed by the enterprise and capitalised		1,462	1,462
Profit (loss) from operations		**30,092**	**22,688**
Gain (loss) from the disposal of non current assets		**730**	**220**
Gain (loss) from the disposal of non current assets, other than financial		360	128
Gain (loss) from the disposal of non current financial assets		370	92
Gain (loss) from the disposal of subs, assoc and joint ventures			*92*
Gain (loss) from the disposal of other non current financial assets		*370*	
Finance income		**3,004**	**2,201**
Interest income		2,620	1,920
Dividend income		159	69
Other		224	212
Finance costs (-)		**-12,678**	**-9,998**
Interest expenses and charges on debts		-9,084	-8,264
Interest expenses		*-8,380*	*-7,814*
Charges on debts		*-704*	*-450*
Discounting charges		-3,594	-1,734
Share of profit (loss) from equity accounted investments		**17,821**	**13,121**

Continued on next page

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDING 31 DECEMBER 2011 *(continued)*

	Notes	in € '000 31/12/11	in € '000 31/12/10
Profit (loss) before tax		38,968	28,232
Income tax expense (-) / income (+)	18	-8,093	-3,682
Post-tax profit (loss) from continuing operations		***30,876***	***24,550***
Post-tax profit (loss) of discontinued operations			
PROFIT (LOSS) OF THE PERIOD		**30,876**	**24,550**
Other comprehensive income, net of tax		***645***	***530***
Exchange difference on translating foreign operations		139	-73
Available-for-sale financial assets		-370	
Cash flow hedges		876	602
TOTAL COMPREHENSIVE INCOME OF THE PERIOD		**31,520**	**25,080**

	in € '000 31/12/11	in € '000 31/12/10
Profit (loss) of the period attributable to	**30,876**	**24,550**
Equity holders of the parent	30,378	25,843
Non-controlling interest	497	-1,293
Total comprehensive income attributable to	**31,520**	**25,080**
Equity holders of the parent	30,699	26,175
Non-controlling interest	821	-1,095

	in euro 31/12/11	in euro 31/12/10
EARNINGS PER SHARE (IN EUR)		
Basic earnings (losses) per share		
Excluding discontinued operations	15.93	13.55
Including discontinued operations	15.93	13.55
Diluted earnings (losses) per share		
Excluding discontinued operations	15.93	13.55
Including discontinued operations	15.93	13.55

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2011

ASSETS

	Notes	in € '000 31/12/11	31/12/10
NON-CURRENT ASSETS		**678,285**	**638,292**
Property, plant and equipment	6	**464,148**	**421,291**
Construction in progress		26,773	101,739
Land and buildings		134,893	123,528
Plant, machinery and equipment		283,277	176,180
Furniture, office equipment and vehicles		19,125	19,731
Other property, plant and equipment		81	113
Investment property	7	**1,751**	**1,898**
Intangible assets	8	**127,336**	**131,587**
Goodwill		108,412	108,561
Other intangible assets		18,924	23,026
Investments accounted for using equity method	9	**73,349**	**69,573**
Deferred tax assets	18	**425**	**1,070**
Other non current financial assets	9	**9,850**	**10,822**
Shares		1,850	3,150
Loans		8,000	7,672
Loans to related parties		*1,852*	*1,652*
Other loans		*6,148*	*6,020*
Non current trade and other receivables		**1,372**	**1,628**
Cash restricted or pledged		1	72
Other non current trade and other receivables	16	1,371	1,556
Non current deferred charges	16	**54**	**424**
CURRENT ASSETS		**162,002**	**147,382**
Inventories	16	**9,326**	**7,214**
Other current financial assets	9	**4,900**	**700**
Loans		4,900	700
Loans to related parties		*4,900*	*700*
Current tax receivables			**10**
Current trade and other receivables		**112,928**	**95,089**
Trade receivables	16	102,703	88,340
Other receivables and other assets		10,225	6,750
Interests to receive (accrued income)		*530*	*111*
Other accrued income		*425*	
Other receivables and other assets	16	*9,269*	*6,638*
Current deferred charges	16	**3,463**	**5,171**
Cash and cash equivalents	16	**31,385**	**39,199**
TOTAL ASSETS		**840,287**	**785,675**

Continued on next page

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2011

LIABILITIES AND EQUITY

	Notes	31/12/11 (in € '000)	31/12/10 (in € '000)
TOTAL EQUITY		**295,884**	**264,363**
Equity attributable to equity holders of the parent		***241,792***	***211,093***
Issued capital	15	**87,353**	**87,353**
Share capital		87,353	87,353
Reserves		**-974**	**-1,295**
Translation reserves		-672	-811
Hedging reserve	12	-1,938	-2,490
Remeasurement to fair value		1,636	2,006
Retained earnings (accumulated losses)		**155,413**	**125,035**
Profit (loss) for the period		30,378	25,843
Other retained earnings		125,035	99,192
Non-controlling interest		***54,092***	***53,270***
LIABILITIES		**544,403**	**521,312**
Non current liabilities		***286,761***	***298,647***
Non current interest bearing borrowings	14	**114,818**	**116,888**
Bank borrowings		89,345	97,774
Finance leases		16,706	16,317
Other borrowings		8,767	2,798
Non current deferred income		**45,805**	**51,389**
Government grants	16	962	1,112
Other non current deferred income	16	44,844	50,277
Non current provisions	10	**67,799**	**67,137**
Non current post employment benefit obligation	19	**21,869**	**21,874**
Non current hedging instruments	12	**2,488**	**2,494**
Deferred tax liabilities	18	**33,983**	**35,431**
Non current trade and other payables	14/16		**3,433**
Current liabilities		***257,642***	***222,664***
Current interest bearing borrowings	14	**102,691**	**104,088**
Bank borrowings		62,429	60,429
Finance leases		262	359
Other borrowings		40,000	43,300
Loans from related parties		*40,000*	*43,300*
Current deferred income		**13,566**	**12,433**
Government grants	16	165	165
Other current deferred income	16	13,401	12,268
Current provisions	10	**11,172**	**11,645**
Current post employment benefit obligation	19	**997**	**1,143**
Current hedging instruments	12	**1,014**	**2,282**
Current tax payables		**7,501**	**4,111**
Current trade and other payables	14	**120,701**	**86,962**
Trade payables		77,019	61,936
Advances received		9,530	4,229
Other payables and other liabilities		34,152	20,797
Interests to pay (accrued charge)		*796*	*347*
Other accrued charges	16	*10,525*	*4,915*
Other payables and other liabilities	16	*22,832*	*15,535*
TOTAL EQUITY AND LIABILITIES		**840,287**	**785,675**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDING 31 DECEMBER 2011

	in € '000									
	Total Issued Capital	*Share capital*	**Total Reserves**	*Translation reserves*	*Hedging reserves*	Remeasure-ment to fair value	**Retained earnings (accumulated losses)**	**Equity attribut-able to equity holders of the parent**	**Non-control-ling interest**	**Total equity**
BALANCE, END OF YEAR 2009	**87,353**	*87,353*	**-1,626**	*-738*	*-2,895*	*2,006*	**99,192**	**184,918**	**54,336**	**239,255**
Payments of dividends										
Total comprehensive income for the year			331	*-73*	*404*		25,843	26,175	-1,095	25,080
Profit (loss) for the year							*25,843*	*25,843*	*-1,293*	*24,550*
Other comprehensive income for the year, net of tax			*331*	*-73*	*404*			*331*	*198*	*530*
Other increase (decrease)									29	29
BALANCE, END OF YEAR 2010	**87,353**	*87,353*	**-1,295**	*-811*	*-2,490*	*2,006*	**125,035**	**211,093**	**53,270**	**264,363**
Payments of dividends										
Total comprehensive income for the year			321	*139*	*552*	*-370*	30,378	30,699	821	31,520
Profit (loss) for the year							*30,378*	*30,378*	*497*	*30,876*
Other comprehensive income for the year, net of tax			*321*	*139*	*552*	*-370*		*321*	*324*	*645*
Other increase (decrease)										
BALANCE, END OF YEAR 2011	**87,353**	*87,353*	**-974**	*-672*	*-1,938*	*1,636*	**155,413**	**241,792**	**54,092**	**295,884**

CONSOLIDATED STATEMENT OF CASH FLOWS AT 31 DECEMBER 2011

	in € '000	
	31/12/11	31/12/10
CASH AND CASH EQUIVALENTS, BEGINNING BALANCE	**39,199**	**35,128**
NET CASH FLOWS RELATING TO OPERATING ACTIVITIES	**58,692**	**61,146**
Profit (loss) from operations	**30,092**	**22,688**
Profit (loss) of the period attributable to equity holders of the parent	30,378	25,843
Profit (loss) of the period attributable to non-controlling interest	497	-1,293
Interest expense	8,380	7,814
Interest income (-)	-2,620	-1,920
Dividend income (-)	-159	-69
Income tax (expense) income	8,093	3,682
Share of profit (loss) from equity accounted investments	-17,821	-13,121
Other increases (decreases) to reconcile to profit (loss) from operations	3,344	1,752
Non cash adjustments	**42,132**	**37,277**
Depreciation and amortisation	46,189	43,658
Impairment charge (reversal)	4,364	96
Increase (decrease) in provisions	-1,742	-95
Increase (decrease) in deferred income	-6,354	-7,706
Increase (decrease) in post employment benefit obligations	-152	966
Other non cash adjustments	-173	359
(Increase) decrease in working capital	**-6,705**	**9,878**
(Increase) decrease in inventories	-2,373	4,009
(Increase) decrease in trade and other receivables	-10,238	3,180
Increase (decrease) in trade and other payables	5,734	4,094
Other increases / decreases in working capital	172	-1,406
Taxation flows	**-6,827**	**-8,697**
Income tax (paid) refunded	-6,827	-8,697
NET CASH FLOWS RELATING TO INVESTING ACTIVITIES	**-51,639**	**-65,498**
Acquisitions (-)	**-68,675**	**-120,109**
Payments to acquire PPE, investment property and intangible assets (-)	-68,449	-72,850
"Payments to acquire subsidiaries, associates or joint ventures, net of cash acquired (-)"	-226	-47,258
Disposals	**2,291**	**824**
Proceeds from disposal of PPE, investment property and intangible assets	932	378
Proceeds from disposal of subsidiaries, associates or joint ventures, net of cash disposed	58	446
Proceeds from disposal of other financial assets current and non current	1,300	
Dividends received	**14,371**	**18,098**
Interest received	**1,570**	**1,954**
Loans to related parties	**-4,800**	**-1,302**
Repayment of loans to related parties	**400**	**35,002**
Government grants received	**334**	**35**
Other cash flows relating to investing activities	**2,870**	
NET CASH FLOWS RELATING TO FINANCING ACTIVITIES	**-15,027**	**8,402**
Proceeds from cash flows from financing activities	**7,969**	**40,500**
Proceeds from issue of financial liability instruments	7,969	40,500
Repayments relating to cash flows from financing activities (-)	**-9,038**	**-10,822**
Repayment of financial liability instruments (-)	-8,712	-10,580
Repayment of finance lease liabilities (-)	-326	-243
Interest paid	**-9,975**	**-10,557**
Dividends paid	**91**	**91**
Loans from related parties	**19,400**	**50,600**
Repayment of loans from related parties (-)	**-22,700**	**-60,989**
Other cash flows relating to financing activities	**-773**	**-421**
NET INCREASE IN CASH AND CASH EQUIVALENTS	**-7,974**	**4,050**
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH AND EQUIVALENTS	**161**	**21**
CASH AND CASH EQUIVALENTES, ENDING BALANCE	**31,385**	**39,199**

1 **Annex 1:**
General characteristics

General information

Name of reporting entity	Indaver Group
Nature of financial statements	Consolidated
Accounting period	
Closing date of previous financial statements	31/12/10
Closing date of the financial statements	31/12/11
Presentation currency	KEUR

Description of principal activities

Indaver offers high-quality, sustainable and cost-efficient waste management solutions for industrial companies and public authorities. For each type of waste we offer a tailored solution thanks to our wide range of inhouse facilities and processing possibilities with third parties.

Sustainability is high up on Indaver's agenda. In all cases, we use the best available technologies to ensure minimal impact on man and the environment and maximum recovery of materials and energy. All our customers can also rely on their waste being managed correctly and transparently, and on full compliance with all standards and legislation.

Indaver always opts for a customer-centred approach, tailored to specific requirements. For instance, industrial companies can optimise the management of their waste flows thanks to our integrated Total Waste Management approach. Our partnerships with the public sector help governments to conduct a cost-efficient sustainable waste policy in the long term.

Ownership structure

Name of parent entity of group	Indaver NV
Domicile	Poldervlietweg 5, 2030 Antwerpen
Country of incorporation	Belgium
Commercial trade number	0427.973.304
Website	www.indaver.com
Name of ultimate parent entity of group	Delta NV

Other information

Changes in accounting policies	None
Presentation of financial statements under going concern principle	Yes
Statement of IAS compliance	Yes
Financial statements audited: opinion given by the auditor	Unqualified

Annex 2: Accounting principles

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1. Basis for preparation

The accompanying consolidated financial statements as of 31 December 2011 and for the year then ended have been prepared in accordance with International Financial Reporting Standards ("IFRS") as adopted for use in the European Union.

1.1. New and revised IFRSs affecting the reported financial performance and/or financial position

None

1.2. New and revised IFRSs applied with no material effect on the consolidated financial statements

The following new and revised IFRSs have also been adopted in these consolidated financial statements. The application of these new and revised IFRSs has not had any material impact on the amounts reported for the current and prior years but may affect the accounting for future transactions or arrangements.

Amendments to IAS 1 Presentation of Financial Statements (as part of Improvements to IFRSs issued in 2010)
The amendments to IAS 1 clarify that an entity may choose to disclose an analysis of other comprehensive income by item in the statement of changes in equity or in the notes to the financial statements. In the current year, for each component of equity, the Group has chosen to present such an analysis in the notes to the consolidated financial statements, with a single-line presentation of other comprehensive income in the consolidated statement of changes in equity. These amendments have already been applied in the consolidated financial statements at 31.12.2010.

IAS 24 Related Party Disclosures (as revised in 2009)
IAS 24 (as revised in 2009) has been revised on the following two aspects: (a) IAS 24 (as revised in 2009) has changed the definition of a related party and (b) IAS 24 (as revised in 2009) introduces a partial exemption from the disclosure requirements for government-related entities. The application of the revised definition of related party set out in IAS 24 (as revised in 2009) in the current year has not resulted in the identification of related parties that were not identified as related parties under the previous Standard.

Amendments to IFRS 3 Business Combinations
As part of Improvements to IFRSs issued in 2010, IFRS 3 was amended to clarify that the measurement choice regarding non-controlling interests at the date of acquisition is only available in respect of non-controlling interests that are present ownership interests and that entitle their holders to a proportionate share of the entity's net assets in the event of liquidation. In addition, IFRS 3 was amended to provide more guidance regarding the accounting for share-based payment awards held by the acquiree's employees.

These amendments had had no effect on amounts reported in the consolidated financial statements.

Amendments to IAS 32 Classification of Rights Issues
The amendments address the classification of certain rights issues denominated in a foreign currency as either equity instruments or as financial liabilities. The application of the amendments has had no effect on the amounts reported in the current and prior years because the Group has not issued instruments of this nature.

Amendments to IFRIC 14 Prepayments of a Minimum Funding Requirement
IFRIC 14 addresses when refunds or reductions in future contributions should be regarded as available in accordance with paragraph 58 of IAS 19; how minimum funding requirements might affect the availability of reductions in future contributions; and when minimum funding requirements might give rise to a liability. The amendments now allow recognition of an asset in the form of prepaid minimum funding contributions. The application of the amendments has not had material effect on the Group's consolidated financial statements.

IFRIC 19 Extinguishing Financial Liabilities with Equity Instruments
The Interpretation provides guidance on the accounting for the extinguishment of a financial liability by the issue of equity instruments. Specifically, under IFRIC 19, equity instruments issued under such arrangement will be measured at their fair value, and any difference between the carrying amount of the financial liability extinguished and the consideration paid will be recognised in profit or loss. The application of IFRIC 19 has had no effect on the amounts reported in the current and prior years because the Group has not entered into any transactions of this nature.

Other improvements to IFRSs issued in 2010
The application of the other improvements to IFRSs issued in 2010 has not had any material effect on amounts reported in the consolidated financial statements.

1.3. New and revised IFRSs in issue but not yet effective

The Group has not applied the following new and revised IFRSs that have been issued but are not yet effective. Only the revisions of which the endorsement is expected before 31/03/2012 are mentioned in the underlying summary.

Amendments to IFRS 7
The amendments to IFRS 7 increase the disclosure requirements for transactions involving transfers of financial assets. The directors do not anticipate that these amendments to IFRS 7 will have a significant effect on the Group's disclosures.

Amendments to IAS 1
The amendments to IAS 1 retain the option to present profit or loss and other comprehensive income in either a single statement or in two separate but consecutive statements. However, the amendments to IAS 1 require additional disclosures to be made in the other comprehensive income section such that items of other comprehensive income are grouped into two categories: (a) items that will not be reclassified subsequently to profit or loss; and (b) items that will be reclassified subsequently to profit or loss when specific conditions are met. Income tax on items of other comprehensive income is required to be allocated on the same basis. The amendments to IAS 1 are effective for annual periods beginning on or after 1 July 2012. The presentation of items of other comprehensive income will be modified accordingly when the amendments are applied in the future accounting periods.

Amendments to IAS 19:
The amendments to IAS 19 change the accounting for defined benefit plans and termination benefits. The most significant change relates to the accounting for changes in defined benefit obligations and plan assets. The amendments require the recognition of changes in defined benefit obligations and in fair value of plan assets when they occur, and hence eliminate the 'corridor approach' permitted under the previous version of IAS 19 and accelerate the recognition of past service costs. The amendments require all actuarial gains and losses to be recognised immediately through other comprehensive income in order for the net pension asset or liability recognised in the consolidated statement of financial position to reflect the full

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Annex 2: Accounting principles *(continued)*

value of the plan deficit or surplus. The amendments to IAS 19 are effective for annual periods beginning on or after 1 January 2013 and require retrospective application with certain exceptions. The directors anticipate that the amendments to IAS 19 will be adopted in the Group's consolidated financial statements for the annual period beginning 1 January 2013 and that the application of the amendments to IAS 19 may have impact on amounts reported in respect of the Groups' defined benefit plans.

With the exception of the amendments to IAS 19, management anticipates that the application of these new and revised IFRSs will not have a material impact on the amounts reported in the financial statements. However, it is not practicable to provide a reasonable estimate of that effect until a detailed review has been completed.

The consolidated financial statements are presented in Euro (EUR), rounded to the nearest thousand.

The consolidated financial statements have been prepared on an historical cost basis, except for the measurement at fair value of derivatives and available-for-sale financial assets.

Subject to the abovementioned comments, the accounting policies applied are consistent with those of previous financial years

2. Principles of consolidation

2.1. General

The consolidated financial statements comprise the accounts of the parent company, Indaver n.v, and its subsidiaries as well as the Group's share of results in joint ventures and associates.

2.2. Subsidiaries

Subsidiaries are consolidated from the date the parent obtains control until the date control ceases. Acquisitions of subsidiaries are accounted for using the purchase method of accounting. Control exists when Indaver has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The financial statements of subsidiaries are prepared according to the parent's company reporting schedule, using consistent accounting policies.

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsdiaries are accounted for as equity transactions.

When the Group loses control of a subsidiary, the profit or loss on disposal is calculated as the difference between:

- the aggregate of the fair value of the consideration received and the fair value of any retained interest and
- the previous carrying amount of the assets (including goodwill), and liabilities of the subsidiary and any non-controlling interests.

2.3. Joint ventures and investments in associated companies

Both the Group's interest in the jointly controlled entities and investments in associated companies over which the Group has significant influence but no control (typically those that are 20-50% owned) are initially recorded at cost and the carrying amount is subsequently adjusted to recognize the Group's share in the profit or losses of the joint venture or the associate as from the date of acquisition.

The investments and the equity share of results for the period are shown in the statement of financial position and profit (loss) of the period as investments accounted for using the equity method and share of profit (loss) from equity accounted investments, respectively.

3. Critical accounting estimates and judgements in applying accounting policies

The preparation of consolidated financial statements in conformity with IFRS requires the use of certain critical accounting estimates and assumptions. It also requires management to exercise its judgements in the process of applying the Group's accounting policies.

Estimates that have been made at the date of transition to IFRS and at each reporting date reflect conditions that existed at those dates (e.g. interest rates). Although these estimates are based on management's best knowledge of current events and actions that the Group may undertake, actual results may differ from those estimates.

The areas involving a higher degree of judgement or complexity , or areas where assumptions and estimates are significant to the consolidated financial statements are discussed in:

Annex 3: goodwill and fair values of tangible and intangible assets acquired in a business combination (purchase price allocation)

Annex 6: recoverable amount of property, plant and equipment

Annex 8: recoverable amount of intangible assets

Annex 10: dismantling obligations, provisions for restoration and aftercare of landfills and environmental provisions

Annex 12: valuation of cash flow hedge

Annex 14: the estimation of the index-based lease payments for the purpose of measuring the obligation of the Group as lessee related to long term leases of land.

Annex 19: liabilities for post-employment benefits

4. Transactions in foreign currencies

Transactions in foreign currencies are recorded at the rates of exchange prevailing at the date of the transaction or at the end of the month before the date of the transaction. At the end of the accounting period the unsettled balances on foreign currency receivables and liabilities are valued at the rates of exchange prevailing at the end of the accounting period. Foreign exchange gains and losses are recognized in profit or loss in the period in which they arise unless they arise on a monetary item that forms part of the Group's net investment in a foreign operation. Such exchange differences are recognized in other comprehensive income and reclassified to profit or loss on disposal of the net investment.

5. Foreign group companies

In the consolidated accounts all items in the profit and loss accounts of foreign operations are translated into euro at the average exchange rates for the accounting period. The statements of financial position of foreign group companies are translated into euro at the rates of exchange ruling at the year-end. The resulting exchange differences are recognized in other comprehensive income and reclassified to profit or loss on disposal of the net investment.

Annex 2: Accounting principles *(continued)*

6. Segment reporting

As the securities of Indaver NV are not publicly traded, the Group is not required but only encouraged to disclose financial information by segment . The Board of Directors will decide whether or not (and when) segment reporting will be made public.

7. Non-current assets (or disposal groups) classified as held for sale

Non-current assets (or disposal groups) are classified as held for sale if its carrying amount will be recovered principally through a sales transaction rather than through continuing use. They are measured at the lower of its carrying amount and fair value less costs to sell.

8. Discontinued operations

A discontinued operation is a component of an entity that either has been disposed of, or is classified as held for sale, and

- represents a separate major line of business or geographical area of operations,
- is part of a single co-ordinated plan to dispose of a separate major line of business or geographical area of operations or
- is a subsidiary acquired exclusively with a view to resale.

9. Intangible assets

9.1. Goodwill

Goodwill represents the sum of:

- Plus: the consideration paid
- Plus: the amount of any non-controlling interest
- Plus: the fair value of the acquirer's previously held equity interest
- Min: the fair value of identifiable assets acquired and the liabilities assumed.

Goodwill is tested for impairment annually, or more frequently if events or changes in circumstances indicate that it might be impaired.

9.2. Research and development costs

Research and development costs are expensed as incurred, except for development costs, which relate to the design and testing of new or improved materials, products or processes, which are capitalized to the extent that it is expected that such assets will generate future economic benefits and the recognition criteria of IFRS are met.

9.3. Other intangible assets

The Group capitalizes certain costs incurred in connection with purchased software for internal use when they meet the criteria set out in IAS 38. Capitalized software costs are amortized over five years.

Acquired customer relationships as well as acquired contract based intangibles are capitalized and are amortized on a straight-line basis over their estimated useful life generally for periods ranging from 5 to 10 years.

10. Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. The cost of additions and improvements to property, land and equipment is capitalized. The cost of maintenance and repairs of property, plant and equipment is charged to operating expenses when they do not extend the life of the asset or do not significantly increase its capacity to generate revenue.

Depreciation of an asset commences when the asset is ready for its intended use. The cost of the landfill sites is depreciated over the estimated life of the site on the basis of the usage of capacity. Depreciation of the other assets is calculated using the straight-line method over the estimated useful life of the asset.

The useful lives are assigned as follows:

	Useful Life (years)
Land	Indefinite
Buildings and infrastructure	10 to 30
Installations	7 to 20
Machinery and equipment	5 to 25
Furniture and office equipment	5
Vehicles	3 to 10

Major components of a separate item of property, plant and equipment with distinct useful lives are depreciated separately.

Income from own capitalized costs is reported in the profit (loss) of the period as a separate line in minus from the operating expenses.

Leasehold improvements are depreciated over the shorter of their estimated useful life or the remaining term of the lease.

Borrowing costs directly attributable to the acquisition, construction or production of an asset requiring a long preparation period are added to the cost of this asset until it is ready for use.

Investment properties are properties held to earn rentals or for capital appreciation or both. Investment properties are carried in the statement of financial position at cost less accumulated depreciation and impairment losses. Depreciation is calculated using the straight-line method over the estimated useful life of the asset.

11. Impairment of assets

At each statement of financial position date, an assessment is made as to whether any indication exists that assets other than inventories, deferred tax assets, assets arising from employee benefits may be impaired. If any such indication exists, the asset's recoverable amount is estimated.

The recoverable amount is the higher of its fair value less costs to sell and its value in use. In assessing value in use, the expected future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs. An impairment loss is recognized whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognized in the profit (loss) of the period.

2 Annex 2:
Accounting principles *(continued)*

A previously recognized impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount, however not to an amount higher than the carrying amount that would have been determined, net of amortization or depreciation, if no impairment loss had been recognized in prior years. An impairment loss in respect of goodwill is never reversed.

12. Income taxes

Current taxes are based on the results of the group companies and are calculated according to local tax rules. Deferred tax assets and liabilities are determined, using the liability method, for all temporary differences arising between the tax basis of assets and liabilities and their carrying values for financial reporting purposes. Tax rates are used that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted at the statement of financial position date. Deferred tax assets are recognized for all deductible temporary differences, carry-forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, carry-forward of unused tax credits and tax losses can be utilized.

Additional income taxes that arise from the distribution of dividends are recognized at the same time as the liability to pay the related dividend.

Provision for deferred taxation is made for the share in the undistributed earnings of subsidiaries and joint ventures if the Group is able to control the timing of the temporary difference and it is probable that the difference will reverse in the foreseeable future. Provision for deferred taxation is made for the share in the undistributed earnings of equity accounted investments in associated companies.

13. Pensions and other post-employment benefits

Post-employment benefits comprise pensions and post-employment medical care.

The majority of the Group's employees are eligible for retirement benefits under defined contribution and defined benefit plans provided through insurance plans or unfunded arrangements.

13.1. Defined contribution plans:
Contributions to defined contribution plans are recognized as an expense in the profit (loss) of the period as incurred.

13.2. Defined benefit plans:
The cost of providing benefits under the plans is determined separately for each plan using the projected credit unit actuarial valuation method.

The company recognizes a portion of its actuarial gains and losses as income or expense if the net cumulative unrecognized actuarial gains or losses at the end of the previous reporting period exceeded the greater of:

- 10% of the present value of the defined benefit obligation at that date (before deducting plan assets); and
- 10% of the fair value of any plan assets at that date.

The portion of the actuarial gains or losses recognized is the excess determined above, divided by the expected average remaining working lives of the employees participating in the plan.

In specific cases, when sufficient information is not available to use defined benefit accounting for a multi-employer plan that is a defined benefit plan, the Group accounts for the plan as if it were a defined contribution plan.

14. Short term and long term employee benefits

The cost of all short-term and long-term employee benefits, such as salaries, employee entitlements to leave pay, bonuses, medical aid and other contributions, are recognized during the period in which the employee renders the related service. The Group recognizes those costs only when the Group has a present legal or constructive obligation to make such payment and a reliable estimate can be made.

Termination benefits are recognized as a liability and an expense when a Group company is demonstrably committed to either: (a) terminate the employment of an employee or group of employees before the normal retirement date; or (b) provide termination benefits as a result of an offer made in order to encourage voluntary redundancy.

15. Financial instruments

15.1. Other financial assets
Other financial assets classified as non-current assets comprise participations in companies in which the Group has no control and which cannot be considered as associated companies (see above) as well as interest-bearing receivables such as loans.

Other financial assets classified as current assets include shares, fixed income securities, loans and deposits with a maturity greater than three months but less than one year.

Shares are initially recognized at cost, being the fair value of the consideration given and including acquisition costs associated with the investment. After initial recognition, shares are treated as available-for-sale, with remeasurement to fair value recorded in other comprehensive income until the investment is sold, collected or otherwise disposed of, at which time the cumulative gain or loss previously reported in other comprehensive income is included in financial income or expenses. These fair value adjustments are categorized as level 3. Level 3 fair value adjustments are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Equity instruments that do not have a quoted market price in an active market and whose fair value cannot be reliably measured are excluded from fair value and are stated at cost.

Loans are carried at amortized cost.

Deposits are considered as held-to-maturity, and measured at amortized cost.

15.2. Other non-current assets
Other non-current assets are accounted for as loans and receivables originated by the company and are carried at amortized cost. An impairment loss is recorded when the carrying amount exceeds the estimated recoverable amount.

15.3. Trade and other receivables
Trade and other receivables and other current assets are stated at their cost less impairment losses. Allowances for doubtful debts are calculated on an individual basis, and on a portfolio basis for groups of receivables that are not individually identified as impaired.

Annex 2: Accounting principles *(continued)*

2

15.4. Cash and cash equivalents

Cash and cash equivalents include cash, current bank accounts and investments with an original maturity of less than three months.

15.5. Equity

The transaction costs of an equity transaction are accounted for as a deduction from equity.

Repurchase of share capital:

When share capital recognized as equity is repurchased, the amount of the consideration paid, including directly attributable costs, is recognized as a change in equity. Repurchased shares are classified as treasury shares and presented as a deduction from total equity.

Dividends:

Dividends are recognized as liabilities in the period in which they are declared.

15.6. Interest-bearing borrowings

All borrowings are initially recognized at cost, being the fair value of the consideration received net of issue costs associated with the borrowing. Subsequent to initial recognition, interest-bearing borrowings are stated at amortized cost using the effective interest rate method.

15.7. Trade and other payables

Trade and other payables are stated at cost.

15.8. Derivative financial instruments

Derivative financial instruments are recognized initially at cost. Subsequent to initial recognition, derivative financial instruments are stated at fair value (level 2). The fair values of derivative interest contracts are estimated by discounting expected future cash flows using current market interest rates and yield curve over the remaining term of the instrument. Recognition of any resulting gain or loss depends on the nature of the item being hedged.

Derivative financial instruments that are either hedging instruments that are not designated or do not qualify as hedges are carried at fair value with changes in value included in the profit (loss) of the period.

Where a derivative financial instrument is designated as a hedge of the variability in cash flows of a recognized asset or liability, a firm commitment or a highly probable forecasted transaction, the effective part of any gain or loss on the derivative financial instrument is recognized in other comprehensive income.

16. Inventories

Finished goods, which are the residual products of the treatment and disposal process, are valued at selling price less disposal costs.

Spare parts are carried in inventory and recognized in profit or loss as consumed. Major spare parts and stand-by equipment qualify as property, plant and equipment when the Group expects to use them during more than one period

Spare parts and other inventories are valued at the lower of cost or net realizable value.

17. Leases

17.1. The Group as lessor

Rental income from operating leases is recognized on a straight-line basis over the term of the relevant lease.

17.2. The Group as lessee

Finance leases, which effectively transfer to the Group substantially all risks and benefits incidental to ownership of the leased item, are capitalized as property, plant and equipment at net present value. The corresponding liabilities are recorded as long-term or current liabilities depending on the period in which they are due. Lease interest is charged to the profit (loss) of the period as a financial cost. Capitalized leased assets are depreciated over the useful life as mentioned under "property, plant and equipment". Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability.

Operating leases, where the lessor effectively retains substantially all the risks and benefits of ownership over the lease term, are classified as operating leases. Operating lease payments are expressed in the profit (loss) of the period on a straight line basis over the lease term. Contingent rentals arising under operating leases are recognised as an expense in the period in which they are incurred.

18. Deferred charges

Deferred charges are stated at cost.

19. Provisions

Provisions are recorded when the Group has a present legal or constructive obligation as a result of a past event and when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation. The amount recognized as a provision is the best estimate of the expenditure required to settle the present obligation at the statement of financial position date. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and where appropriate, the risks specific to the liability.

The Group makes full provision for the net present value of the Group's unavoidable costs in relation to restoration and aftercare liabilities at its landfill sites and this value is capitalized as a fixed asset and depreciated over the useful life of the asset.

A provision for taxes and social security contributions is recognized on the Group's net obligation in respect of liabilities for post-employment benefits (see above).

A provision for restructuring is recognized when the Group has approved a detailed and formal restructuring plan, and the restructuring has either be commenced or has been announced to those affected by it. Future operating costs are not provided for.

In accordance with the Group's published environmental policy and applicable legal requirements, a provision for site restoration in respect of contaminated land is recognized when the land is contaminated.

A provision for onerous contracts is recognized when the expected benefits to be derived by the Group from a contract are lower than the unavoidable cost of meeting its obligations under the contract.

2

Annex 2: Accounting principles *(continued)*

20. Deferred income

The deferral of income related to unprocessed waste is calculated at the higher of sales value and processing cost.

The deferral of the up-front payments by customers for long-term waste treatment contracts is recognized on an accrual basis in accordance with services provided.

Grants received in respect of assets are treated as deferred income and are recognized in the profit (loss) of the period over the useful life of those assets.

The gain of the cross-border lease agreement on the grate incinerator is recognized in the profit (loss) of the period over the life of the respective agreement.

21. Revenue and operating expenses

Revenue is recognized when it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. Specific revenue streams and related recognition criteria are as follows:

- Revenue from the entity's treatment and disposal operations is recognized when processing occurs or when the service is provided.
- Revenue from the waste trading activity is recognized when the waste is accepted by the third party treatment centre.
- Revenue from the related cost of treatment (such as transportation) is recorded at the time of performance of services.
- Revenue from the sale of other services is recognized by reference to the stage of completion.
- Revenue from the up-front payments by customers for long-term waste treatment contracts is recognized in accordance with services provided.
- Revenue from the sale of goods is recognized when the risks and rewards of ownership of the goods have been transferred to the buyer.

The Group's consolidated profit (loss) of the period presents operating expenses by nature.

Income from own capitalized costs related to the production of intangible assets and property, plant and equipment is reported in the profit (loss) of the period as a separate line in minus from the operating expenses.

Payments under operating leases are recognized in the profit (loss) of the period on a straight-line basis over the term of the lease.

Annex 3: Business combinations and disposals

3

1. Business combinations

During 2011, no subsidiaries have been acquired or disposed of.

2. Business combinations effected in previous period

Acquisition of the Delta Milieu-group in 2010

At 01/09/2010, Indaver has acquired all the shares of Delta Milieu (the Netherlands) from Delta NV, the parent company of Indaver NV. In 2011, the results of Delta Milieu have been included in the consolidated statements of the Indaver Group for 12 months whereas in 2010 this was only for 4 months.

Business combinations in 2005 and 2007 in Ireland based on earn-out formulas

In 2011, an earn-out payment of EUR 1.4 million has been paid out to the former shareholders. The carrying amount of the goodwill on these acquisitions has been decreased by EUR 0.1 million as a result of a new assessment of the deferred consideration.

4 Annex 4: Consolidation

1. Information about subsidiaries

The following 15 subsidiaries have been consolidated:

Name of the subsidiary	Country of incorporation	% of ownership interest	% voting power	Assets (in € '000)	Liabilities (in € '000)	Operating revenue (in € '000)	Profit/Loss (in € '000)	Other comprehensive income (in € '000)	Relationship if % voting power < 50%	% voting power > 50% but absence of control	Reporting date (if different)
Indaver Participaties NV	Belgium	100%	100%	236,438	95,552	3	4,461		N/A	N/A	N/A
Indaver Logistics NV	Belgium	100%	100%	5,844	1,252	8,269	680		N/A	N/A	N/A
Indaver Ireland Ltd	Ireland	100%	100%	171,332	21,152	31,681	-1,512		N/A	N/A	N/A
Indaver Energy Ltd	Ireland	100%	100%	156	37	122	120		N/A	N/A	N/A
Indaver Italia srl	Italia	100%	100%	5,536	5,120	10,099	-225		N/A	N/A	N/A
Indaver Schweiz AG	Switzerland	100%	100%	9,926	2,654	284	250		N/A	N/A	N/A
Aroc-NL BV	The Netherlands	100%	100%	7,247	2,689	8,763	2,135		N/A	N/A	N/A
Indaver Portugal SA	Portugal	100%	100%	1,919	1,753	1,954	-52		N/A	N/A	N/A
Indaver UK Ltd	United Kingdom	100%	100%	792	339	2,401	95		N/A	N/A	N/A
Indaver Medical Services NV	Belgium	100%	100%	3,129	1,038	4,405	537		N/A	N/A	N/A
Indaver Nederland BV	The Netherlands	100%	100%	95,984	421	98	14		N/A	N/A	N/A
Indaver Gevaarlijk Afval BV	The Netherlands	100%	100%	16,349	11,267	26,980	36		N/A	N/A	N/A
Indaver Personeel BV	The Netherlands	100%	100%	333	280	1,517	0		N/A	N/A	N/A
Indaver Deutschland GmbH	Germany	51%		267,439	157,004	162,705	1,007	662	N/A	N/A	N/A
SAV Zweite Beteiligungs GmbH & Co. KG	Germany	95%	95%	2,673	121		11		N/A	N/A	N/A
HIM GmbH	Germany	94%	100%	84,589	38,803	114,258	7,323		N/A	N/A	N/A
AVG Abfall-Verwertungs-Gesellschaft mbH	Germany	100%	100%	31,819	13,434	37,098	9,826		N/A	N/A	N/A
FRASSUR GmbH Umweltschutz-Dienst-leistungen	Germany	94%	100%	7,010	1,474	9,592	1,153		N/A	N/A	N/A
Panse Wetzlar Entsorgung GmbH	Germany	94%	100%	2,577	1,844	6,815	35		N/A	N/A	N/A
GAREG Umwelt-Logistik GmbH	Germany	100%	100%	1,941	1,031	7,416	216		N/A	N/A	N/A
AVA Abwasser- und Verwertungsanlagen GmbH	Germany	94%	100%	261	73	518	-25		N/A	N/A	N/A
Delta Milieu	The Netherlands	100%	100%	146,407	93,917	85,832	2,034		N/A	N/A	N/A
Delta Milieu BV	The Netherlands	100%	100%	53,756	1,308	2,367	-2,098				
Delta Milieu Compost en Biomassa BV	The Netherlands	100%	100%	13,142	1,005		-84		N/A	N/A	N/A
Delta Milieu Biofuels BV	The Netherlands	100%	100%	1,377	283	2,592	-83		N/A	N/A	N/A
Delta Milieu Groencompost BV	The Netherlands	100%	100%	9,734	6,461	5,604	213		N/A	N/A	N/A
Delta Milieu Composteren BV	The Netherlands	100%	100%	14,783	6,169	10,031	1,697		N/A	N/A	N/A
Delta Impex BV	The Netherlands	100%	100%	6,318	3,190	9,471	412		N/A	N/A	N/A
Zeeuwse Reinigingsdienst BV	The Netherlands	99%	99%	10,322	6,218	13,419	458		N/A	N/A	N/A
Delta Milieu Verwerking BV	The Netherlands	100%	100%	6,034	496	626	-81		N/A	N/A	N/A
Delta Milieu Recycling BV	The Netherlands	100%	100%	2,205	1,160	5,214	339		N/A	N/A	N/A
Perex BV	The Netherlands	100%	100%	202	171		-31		N/A	N/A	N/A
Delta Milieu Afvalberging BV	The Netherlands	100%	100%	402	2,192	112	29		N/A	N/A	N/A
Derde Merwedehaven BV	The Netherlands	100%	100%	27,868	29,010	8,118	-1,970		N/A	N/A	N/A
Stortplaats Koegorspolder BV	The Netherlands	100%	100%	10,792	10,719		-193		N/A	N/A	N/A
Stortplaats Noord -en Midden Zeeland BV	The Netherlands	100%	100%	20,512	20,299	4,401	-499		N/A	N/A	N/A
Delta Milieu Verbranding & Handel BV	The Netherlands	100%	100%	9,522	4,010	30,421	7,262		N/A	N/A	N/A
Delta Milieu Personeel BV	The Netherlands	100%	100%	454	447		-9		N/A	N/A	N/A

Continued on next page

Annex 4: Consolidation *(continued)*

2. Information about associates

A total number of 8 associates has been consolidated:

Name of the associate	Country of incorporation	% of ownership interest	% voting power	in € '000 Carrying amount of investments in associates	in € '000 Share in income (loss) of associates	Reason why presumption is overcome	Reason for not using equity method	Reporting date (if different)
Intercommunale Hooghe Maey cvba	Belgium	30%	30%	10,282	511	N/A	N/A	N/A
Ecowest NV	Belgium	43%	43%	99	56	N/A	N/A	N/A
Sita decontamination services NV	Belgium	26%	26%	194	11	N/A	N/A	N/A
Intercommunale vereniging VERKO NV	Belgium	40%	40%	821	185	N/A	N/A	N/A
Ecov NV	Belgium	50%	50%	2,749	1,080	N/A	N/A	N/A
Ibogem cvba	Belgium	35%	35%	1,587	1,087	N/A	N/A	N/A
Brussels Compost NV	Belgium	40%	40%	226		N/A	N/A	N/A
AZN Holding BV	The Netherlands	20%	20%	40,907	2,713	N/A	N/A	N/A

Financial information related to the most important associates:

Name of the associate	in € '000 Assets	Liabilities	Operating revenue	Profit/Loss	Other comprehensive income
Intercommunale Hooghe Maey cvba	42,955	5,669	7,206	1,905	
AZN Holding BV (1)	336,958	234,089	116,412	22,737	

(1) Assets and liabilities at 31/12/2010

3. Information about joint ventures

A total number of 7 joint ventures has been consolidated:

Name of the joint venture	Country of incorporation	% of ownership interest	% voting power	in € '000 Carrying amount of investments in associates	in € '000 Share in income (loss) of associates	Reporting date (if different)	Method used to recognise interest in JV
SVEX NV	Belgium	50%	50%	927	186	N/A	Equity method
SLECO CENTRALE NV	Belgium	50%	50%	12,286	11,493	N/A	Equity method
WIPS NV	Belgium	50%	50%	82	58	N/A	Equity method
HIM GmbH	Germany	94%	100%				
Gesellschaft fur die Verwertung von Sonderabfallen mbH& Co. KG	Germany	50%	50%	3,593	494	31/12/10	Equity method
Delta Milieu Verbranding & Handel BV	The Netherlands	100%	100%				
Depmer BV	The Netherlands	50%	50%	-720	27	N/A	Equity method
Delta Milieu Afvalberging BV	The Netherlands	100%	100%				
Zeeuwgrond BV	The Netherlands	50%	50%	114	50	N/A	Equity method
Delta Milieu Biofuels BV	The Netherlands	100%	100%				
Ecofuels BV	The Netherlands	50%	50%	203	-128	N/A	Equity method

Continued on next page

4 Notes 4: Consolidatie *(vervolg)*

Name of the joint venture	in € '000						
	Non-current Assets (1)	Current assets (1)	Non-current Liabilities (1)	Current Liabilities (1)	Operating revenue (1)	Profit/Loss (1)	Other comprehensive income (1)
SVEX NV	248	13,920	739	11,575	63,571	372	
SLECO CENTRALE NV	114,123	19,529	1,696	105,159	86,602	22,895	
WIPS NV	543	274		653	1,977	130	
HIM GmbH							
Gesellschaft fur die Verwertung von Sonderabfallen mbH& Co. KG	192	2,558	448	2,302	9,056	318	
Delta Milieu Verbranding & Handel BV							
Depmer BV	233	322	504	1,491	822	37	
Delta Milieu Afvalberging BV							
Zeeuwgrond BV	371	1,696	1,471	359	743	35	
Delta Milieu Biofuels BV							
Ecofuels BV	7,042	2,957	7,644	1,869	2,361	-250	

(1): at 100%

SLECO-Centrale NV, a 50% joint venture:

As a result of a crane accident in the fluidised-bed plant which occurred in 2006, SLECO - Centrale NV seeks compensation for the damages occurred. These damages are provisionally estimated at EUR 18.1 million.

The information usually required by IAS 37 Provisions, Contingent Liabilities and Contingent assets is not disclosed on the ground that it can be expected to prejudice seriously the outcome of the claim. Management is of the opinion that the Group will be at least partially successful in defending this case.

Annex 5: Employment

5

	31/12/11		31/12/10	
	Total in units	Total in FTE	Total in units	Total in FTE
AVERAGE NUMBER OF STAFF	**1,544.5**	**1,474.3**	**1,365.4**	**1,301.7**
Labourers	484.0	464.9	456.7	441.7
Employees	1,047.0	995.9	895.7	847.0
Key Management	13.5	13.5	13.0	13.0
TOTAL EMPLOYMENT AT THE END OF THE ACCOUNTING YEAR	**1,562.0**	**1,491.0**	**1,510.0**	**1,446.3**

FTE: full time equivalent

6 Annex 6: Property, plant and equipment note

Movements

	in € '000					
	Construction in progress	Land and buildings	Plant, machinery and equipment	Furniture, office equipment and vehicles	Other property, plant and equipment	TOTAL
BEGINNING BALANCE, 01/01/2010	**38,454**	**76,649**	**183,977**	**16,821**	**473**	**316,376**
Gross amount	*38,454*	*119,985*	*451,458*	*33,738*	*1,486*	*645,121*
Accumulated depreciation (-)		*-43,336*	*-262,853*	*-16,774*	*-999*	*-323,962*
Accumulated impairment losses (-)			*-4,627*	*-142*	*-13*	*-4,783*
Additions	68,098	16,256	5,814	3,143		93,310
Acquisitions through business combinations		36,046	12,362	3,003		51,411
Retirements and disposals (-)			-124	-137		-261
Disposals through business divestiture (-)		-135	-26	-33	-2	-196
Depreciation expense (-)		-6,835	-27,773	-4,528	-49	-39,186
Reclassifications (to) from other items	-4,813	1,546	2,115	1,462	-310	0
Other increase (decrease)			-164			-164
ENDING BALANCE, 31/12/2010	**101,739**	**123,528**	**176,180**	**19,731**	**113**	**421,291**
Gross amount	*101,739*	*211,057*	*533,630*	*43,715*	*719*	*890,861*
Accumulated depreciation (-)		*-87,529*	*-352,831*	*-23,892*	*-607*	*-464,858*
Accumulated impairment losses (-)			*-4,620*	*-92*		*-4,712*
Additions	75,487	603	7,991	4,376		88,457
Retirements and disposals (-)		-308	-140	-80		-529
Depreciation expense (-)		-7,857	-27,371	-5,384	-32	-40,643
Impairment (loss (-)) reversal (+) recognised in income	-4,077		-350			-4,427
Reclassifications (to) from other items	-146,376	18,927	126,967	482		0
ENDING BALANCE, 31/12/2011	**26,773**	**134,893**	**283,277**	**19,125**	**81**	**464,148**
Gross amount	*30,850*	*230,279*	*658,540*	*47,772*	*719*	*968,160*
Accumulated depreciation (-)	*0*	*-95,386*	*-370,293*	*-28,555*	*-639*	*-494,873*
Accumulated impairment losses (-)	*-4,077*		*-4,970*	*-92*		*-9,139*

2011:

The additions mainly result from major turn-key projects:

- the construction of a waste-to-energy facility in Meath County, Ireland (EUR 50.0 million, including capitalized borrowing cost of EUR 3.1 million);
- the construction of a rotary kiln for medical waste in Antwerp, Belgium (EUR 15.8 million, including capitalized borrowing cost of EUR 0.1 million).

Due to an important delay in obtaining the required planning permit for a project in Ireland, an impairment loss on "construction in progress "of EUR 4.1 million has been recorded. Additional impairment losses recognized in respect of property, plant and equipment in the year amounted to EUR 0.3 million.

In addition, there are no indications that impairment losses that have previously been recognised may no longer exist or may have decreased.

Continued on next page

Annex 6:
Property, plant and equipment note *(continued)*

6

Other information

	in € '000					
	Construction in progress	Land and buildings	Plant, machinery and equipment	Furniture, office equipment and vehicles	Other property, plant and equipment	TOTAL
31/12/11						
Gross carrying amount of any fully depreciated PPE still in use		15,264	139,889	9,368		164,521
Net carrying amount of PPE under finance leases		14,419	1,163			15,581
Property, plant and equipment acquired under finance leases			445			445
Amount of PPE pledged as security for liabilities (mortgage included)	924	39,157	80,401	7,958		128,440

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Annex 7: Investment property note

Movements

	in € '000			
	Measurement at cost			
	Land	Other investment property	TOTAL at cost	TOTAL last year
BEGINNING BALANCE, 01/01/2011	**626**	**1,272**	**1,898**	**1,764**
Gross amount	*626*	*3,204*	*3,830*	*2,992*
Accumulated depreciation (-)		*-1,932*	*-1,932*	*-1,229*
Accumulated impairment losses (-)				
Depreciation expense (-)		-198	-198	-180
Foreign currency exchange increase (decrease)	18	34	52	314
ENDING BALANCE, 31/12/2011	**644**	**1,108**	**1,751**	**1,898**
Gross amount	*644*	*3,296*	*3,940*	*3,830*
Accumulated depreciation (-)		*-2,188*	*-2,188*	*-1,932*
Accumulated impairment losses (-)				

Other information

	in € '000	
	31/12/11	**31/12/10**
Rental income	284	184
Operating expense	227	215

After the divestiture in 2006 of the assets and liabilities of the Amstutz group (Switzerland), the remaining land and buildings have been reclassified as investment property.

The fair value, as recently confirmed by an external advisor, amounts to EUR 2.3 million.

Annex 8: Intangible assets note

Movements

	in € '000					
	Goodwill	Construction in progress	Customer list	Computer software	Other	**TOTAL**
BEGINNING BALANCE, 01/01/2010	**108,267**	**806**	**1,930**	**2,967**	**13,028**	**126,999**
Gross amount	*111,067*	*806*	*4,544*	*11,943*	*17,675*	*146,035*
Accumulated amortisation (-)			*-2,614*	*-8,976*	*-4,645*	*-16,236*
Accumulated impairment losses (-)	*-2,800*				*-1*	*-2,801*
Additions		557		797		1,354
Acquisitions through business combinations				1,472	6,009	7,481
Disposals through business divestiture (-)	-171	-25				-197
Amortisation (-)			-935	-1,000	-2,289	-4,225
Other increase (decrease)	465	-780		490		175
ENDING BALANCE, 31/12/2010	**108,561**	**557**	**995**	**4,726**	**16,748**	**131,587**
Gross amount	*111,361*	*557*	*4,544*	*15,026*	*23,679*	*155,168*
Accumulated amortisation (-)			*-3,549*	*-10,301*	*-6,930*	*-20,780*
Accumulated impairment losses (-)	*-2,800*					*-2,800*
Additions		745		240		985
Amortisation (-)			-935	-1,419	-2,733	-5,087
Other increase (decrease)	-149	-549		549		-149
ENDING BALANCE, 31/12/2011	**108,412**	**753**	**59**	**4,096**	**14,015**	**127,336**
Gross amount	*111,212*	*753*	*4,544*	*15,814*	*23,679*	*156,003*
Accumulated amortisation (-)			*-4,485*	*-11,718*	*-9,664*	*-25,867*
Accumulated impairment losses (-)	*-2,800*					*-2,800*

The decrease in 2011 of goodwill results from a reestimated amount of the earn-out provisions with respect to business combinations in Indaver Ireland (EUR -0.1 million) (see note business combination).

Mortgages and other securities

	in € '000					
	Goodwill	Construction in progress	Customer list	Computer software	Other	**TOTAL**
Amount of intangible assets pledged as security for liabilities (mortgage included)		438		470	8,600	**9,509**

Continued on next page

8 Annex 8:
Intangible assets note *(continued)*

Impairment tests for goodwill

At December 31, 2011, the carrying amount of goodwill included in the carrying amount of the CGU's is as follows:

CGU's	in million EUR
Indaver Deutschland	87,7
Indaver Ireland	19,6
Aroc	1,1
Other	0,1
TOTAL	**108,4**

For the financial statements of the Group, goodwill is tested for impairment by comparing the carrying amount of each cash-generating unit (CGU) to its value in use.

CGU Indaver Deutschland GmbH

The value in use is determined as the present value of estimated future cash flows which is determined on the following basis:

Basis for the first 3 years	Operational plan approved by management
Basis for the next 2 years	Management best estimates
Continuing value	Calculated using growth rate of 2,0 %

A pre-tax WACC of 9,3% has been used as main assumption.

The value in use of the CGU Indaver Deutschland is higher than its carrying amount.

CGU Indaver Ireland Ltd.

The value in use is determined as the present value of estimated future cash flows which is determined on the following basis:

Basis for the first 3 years	Operational plan approved by management
Basis for the next 7 years	Management best estimates
Continuing value	Calculated using growth rate of 2,0 %

A pre-tax WACC of 8,1% has been used as main assumption.

The value in use of the CGU Indaver Ireland Ltd. is higher than its carrying amount.

CGU Aroc BV

The value in use is determined as the present value of estimated future cash flows which is determined on the following basis:

Basis for the first 3 years	Operational plan approved by management
Basis for years 4 to 5	Management best estimates
Continuing value	Not applicable

A pre-tax WACC of 8,9% has been used as main assumption.

The value in use of the CGU Aroc is higher than its carrying amount

Annex 9: Financial assets note

9

Movements

	in € '000				
	Investments accounted for using equity method	Other financial assets			
		Shares	Loans in related parties	Other loans	Total
BEGINNING BALANCE, 01/01/2010	**46,194**	**3,150**	**1,000**	**166**	**4,316**
Gross amount	*46,194*	*3,150*	*1,000*	*166*	*4,316*
Accumulated impairment losses (-)					
Additions (investments)			1,302	34	1,336
Acquisitions through business combinations	38,476		552	5,861	6,413
Disposals (repayments) (-)	-10,189		-502	-41	-543
Share of profit (loss)	13,121				
Other increase (decrease)	-18,029				
ENDING BALANCE, 31/12/2010	**69,573**	**3,150**	**2,352**	**6,020**	**11,522**
Gross amount	*69,573*	*3,150*	*2,352*	*6,020*	*11,522*
Accumulated impairment losses (-)					
Additions (investments)	226		4,400	128	4,528
Disposals (repayments) (-)	-58	-1,300			-1,300
Share of profit (loss)	17,821				
Other increase (decrease)	-14,213				
ENDING BALANCE, 31/12/2011	**73,349**	**1,850**	**6,752**	**6,148**	**14,750**
Gross amount	*73,349*	*1,850*	*6,752*	*6,148*	*14,750*
Accumulated impairment losses (-)					
NON CURRENT FINANCIAL ASSETS, NET	**73,349**	**1,850**	**1,852**	**6,148**	**9,850**
CURRENT FINANCIAL ASSETS, NET			**4,900**		**4,900**

Movement in investments accounted for using the equity method

In November 2011, the Group acquired a 40% interest in Brussels Compost NV for an amount of EUR 0.2 million and accounted for the investment as an associate.

The other decrease for "investments accounted for using the equity method" relates mainly to dividends received from the 50% joint venture SLECO-Centrale NV (EUR 10.0 million) and from the 20% associate AZN (EUR 1.5 million).

Movement in shares

In 2011, the Group disposed of its 35% interest in GRL Glasrecycling NV which had been accounted for as an available-for-sale financial asset carried at fair value. The gain recognized in the current year comprises a realized profit of EUR 0.4 million (being the proceeds of EUR 1.3 million less EUR 0.9 million carrying amount of the interest disposed of). This amount has been previously reported in other comprehensive income.

Movement in other loans

The amount of "other loans" (EUR 6.1 million) relates mainly to cash which is maintained by a foundation in order to assure the restoration of a landfill in the Netherlands.

Continued on next page

9 Annex 9:
Financial assets note *(continued)*

Other disclosures

CATEGORIES OF OTHER FINANCIAL ASSETS AND VALUATION METHOD	in € '000			
	Valuation at cost		Valuation at fair value	
	31/12/11	31/12/10	31/12/11	31/12/10
OTHER FINANCIAL ASSETS, NON CURRENT	**8,275**	**7,947**	**1,574**	**2,874**
Loans and receivables, net	8,000	7,672		
Available for sale investments, net	276	276	1,574	2,874
Shares	276	276	1,574	2,874
OTHER FINANCIAL ASSETS, CURRENT	**4,900**	**700**		
Loans and receivables, net	4,900	700		

	in € '000	
	31/12/11	31/12/10
INCOME (EXPENSE), OTHER GAINS (LOSSES) IN THE PROFIT (LOSS) OF THE PERIOD ON OTHER FINANCIAL ASSETS	**566**	**90**
Loans and receivables	196	90
Available-for-sale financial investments	370	

	in € '000	
	31/12/11	31/12/10
GAINS (LOSSES) RECOGNIZED IN OTHER COMPREHENSIVE INCOME ON OTHER FINANCIAL ASSETS	**-370**	
Available-for-sale financial instruments		
Amount removed from equity and recognized in profit or loss for the period	-370	

Annex 10: Provisions note

10

	in € '000							
	Restruc-turing provisions	Landfills Restora-tion and aftercare	Taxes and contribu-tions on pension obligations	Legal proceeding and claims provision	Onerous contracts provisions	Environ-mental provisions	Other provisions	Total
BEGINNING BALANCE, 31/12/2010	**311**	**65,557**	**1,430**	**2,419**	**300**	**4,120**	**4,646**	**78,782**
Additional provisions including increases to existing provisions		1	3	521	150		345	1,020
Increase to existing provisions regarding discount (*)		3,261					333	3,594
Amounts of provisions used (-) (**)	-244	-382		-12	-300		-1,457	-2,394
Unused amounts of provisions reversed (-)	-67	-59		-1,785			-30	-1,940
Foreign currency exchange increase (decrease)						74		74
Other increase (decrease)		-16					-149	-165
ENDING BALANCE, 31/12/2011		**68,363**	**1,433**	**1,143**	**150**	**4,194**	**3,687**	**78,970**
Non current		58,652	1,433	1,074		4,194	2,445	67,799
Current		9,710		69	150		1,243	11,172

(*): Increase during the period in the discounted amount arising from the passage of time
(**): Directly deducted from provisions in balance sheet (not via profit or loss)

The provision for **restoration and aftercare** relates to:
- the cost of intermediate and final capping and covering of landfill sites
- the post closure costs of landfill sites

Part of the provision of EUR 68.4 million relates to costs of EUR 15.0 million that are expected to be paid over the next 5 years. The remaining part relates to restoration costs of EUR 53.3 million that are expected to be paid over a period of up to 58 years from today. These costs have been estimated by management based on current best practices and technology available. The settlement values are discounted at an interest rate of 4.67% for Belgian landfills and 5.00% for German and Dutch landfills, equal to last year's. An amount of EUR 0.4 million has been effectively used in 2011. Furthermore, there is an increase of the provision of EUR 3.2 million as a result of the passage of time and a decrease of EUR 0.02 million (see also property, plant and equipment) mainly as a result of a change in the estimated timing of outflow of resources.

The provision for **taxes and contributions on pension obligations** represents taxes and social security contributions recognized on the Group's net obligation in respect of long-term employee benefits.

The provision for **claims and legal proceedings** represents management's best estimate for possible losses due to pending litigation where Indaver has been sued by a third party or is subject to a judicial dispute. The expected timing of the related cash outflows depends on the progress and duration of the underlying judicial procedures.

The Group is confronted with a legal proceeding in Germany against a former employee of Indaver NV who had been subcontracted to a joint venture. At this moment, there is no reason for management to assume that Indaver NV, as the ultimate employer of the concerned employee, will be found liable. The Group has made a provision to cover the cost of its defence.

An amicable settlement of a specific proceeding has resulted in a reversal of the provision amounting to EUR 1.8 million.

The provision for **onerous contracts** represents management's best estimate for possible losses related to loss making contracts.

The provision for **environmental risks** represents management's best estimate of expected costs related to polluted sites. The expected timing of the resulting outflows for this class of provision ranges from 1 to 30 years.

The provision for **other risks** primarily includes the deferred consideration for acquisitions made in prior years based on an earn-out formula (EUR 2.7 million). It is expected that most of the amount will be paid during the period 2012-2015. In addition, a provision of EUR 0.6 million for the closure of the rotary kiln in Leuven, Belgium has been accounted for. It is expected that the amount will be used in 2012. Finally, it includes an amount of EUR 0.4 million which represents the present value of the jubilee benefits for the German operations. It consists of long-service benefits for employees. Based on an actuarial calculation, a provision is recognized for these benefits from the date on which an employee joins the company. The relevant discount rate is 5.5% and the expected salary increase is 2%.

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Annex 11:
Rights, commitments and contingencies note

1. Capital expenditure commitments

	in € '000	
	31/12/11	**31/12/10**
Capital expenditure commitments	16,750	62,242

The major part of this amount relates to the construction of a rotary kiln for medical waste in Antwerp, Belgium.

2. Borrowing facilities

	in € '000	
	31/12/11	**31/12/10**
Amount of undrawn borrowing facilities	142,874	148,421

3. Collateral pledged

Collateral given by the parent company to third parties for associates and group companies	in € '000				
	31/12/11				**31/12/10**
	Term in years				
	< 1 year	1 - 5 years	> 5 years	**Total**	**Total**
Bankguarantees given by the entity	25,417	13,554	3,946	**42,917**	**23,743**
Other guarantees given by the entity (including restricted cash)	33,333			**33,333**	**50,000**
Total collateral for associates and group companies given by the parent company	**58,751**	**13,554**	**3,946**	**76,250**	**73,743**

Indaver NV has granted bank guarantees on behalf of its subsidiaries for a total amount of EUR 29.3 million necessary for the trans-frontier shipment or treatment of waste. For Indaver Deutschland, it has granted additional bank guarantees for the execution of key-projects (EUR 4.0 million) and the obligation of final capping and covering of landfill sites (EUR 0.1 million). It further guarantees a loan received by a group company from a foundation which manages the funds to assure the restoration of a landfill in the Netherlands (EUR 6.4 million).

Indaver NV has guaranteed the bank borrowings of its joint-venture SLECO-Centrale amounting to EUR 33.3 million on 31/12/2011.

Other collateral provided by the parent company or subsidiaries to third parties	in € '000				
	31/12/11				**31/12/10**
	Term in years				
	< 1 year	1 - 5 years	> 5 years	**Total**	**Total**
Carrying amount of intangible assets pledged as securities for liabilities			9,509	**9,509**	**10,548**
Carrying amount of PPE pledged as securities for liabilities			128,440	**128,440**	**136,831**
Carrying amount of other assets pledged as security for liabilities			33,091	**33,091**	**26,672**
Bankguarantees given by the entity	24,086	1,150	25,011	**50,246**	**62,589**
Other guarantees given by the entity (including restricted cash)	5,886			**5,886**	**5,075**
Other collateral provided given by the entity to third parties	**29,972**	**1,150**	**196,050**	**227,172**	**241,715**
Total	**88,723**	**14,704**	**199,996**	**303,422**	**315,457**

In order to secure outstanding debt of Indaver Deutschland amounting to EUR 84.9 million at 31/12/2011, almost the total of its intangible assets (excluding goodwill) and property, plant and equipment has been pledged. For the same purposes, Indaver Deutschland has pledged other assets with a book value of EUR 33.1 million. In addition, the Group has pledged the shares of the following companies: Indaver Deutschland GmbH, HIM GmbH, AVG Gmbh, Frassur GmbH, Gareg GmbH and SAV Zweite Beteiligungs GmBH&Co.

In respect of the cross-border lease agreement, the parent company has granted a bank guarantee for an amount of EUR 18.8 million to the American counterparty. This amount is secured by a cash collateral of EUR 22.9 million which is included under "cash and

Continued on next page

Annex 11:
Rights, commitments and contingencies note *(continued)*

cash equivalents" (restricted cash) because management has the possibility to reconsider the arrangement within a short period of time.

For the purpose of the transport and treatment of waste, bank guarantees have been given by the parent company and by its subsidiaries for an amount of EUR 9.8 million. Part of the other outstanding bankguarantees are covered by cash collaterals amounting to EUR 0.4 million.

The amount of outstanding bills of exchange are guaranteed by the bank for an amount of EUR 15.1 million.

As required by the public authorities, the parent company has granted bankguarantees for an amount of EUR 5.0 million to guarantee the obligation of capping and aftercare of its landfill sites in Belgium.

An amount of EUR 1.6 million relates mainly to bankguarantees given by the parent company or the subsidiaries for other purposes.

An important part of the cash maintained by Indaver Deutschland is restricted (EUR 5.9 million). The major part of this amount has been provided by the state of Hessen for remediation projects.

4. Collateral held

	in € '000				
	31/12/11				31/12/10
Other collateral held	Term in years				
	< 1 year	1 - 5 years	> 5 years	**Total**	**Total**
Bankguarantees received by the entity	7,495	8,852	9,055	**25,402**	**84,566**
Total	**7,495**	**8,852**	**9,055**	**25,402**	**84,566**

The Group has received bankguarantees from suppliers and customers for an amount of EUR 25,4 million which are mainly related to the execution of turnkey-projects in Ireland (EUR 12.4 million) and Belgium (EUR 3.1 million) and the German operations (EUR 9.9 million).

5. Other rights, commitments and contingencies

1) Parent guarantees

For the financial year of 2011, Indaver NV guarantees all of the liabilities of Indaver Ireland Ltd, a 100% subsidiary, for the purpose of the exemption to deposit financial statements as referred to in Section 17 (1) Companies (Amendment) Act, 1986 of Irish law.
On this basis, Indaver Ireland is exempt from filing financial statements.

Indaver Nederland B.V., a 100% subsidiary, guarantees all of the liabilities of some of its 100% subsidiaries. On this basis, in accordance with article 403 of the Code of Civil Law – Book 2 (Burgelijk Wetboek – Boek 2), the subsidiaries are exempt from filing financial statements.

2) Provisions for decommissioning of installations

Management considers that until today it is not possible to make a reliable estimate of the obligations related to the decommissioning of installations. This is a.o. due to

- the very extended useful lives of the installations.
- the fact that the cost of decommissioning will in many cases be compensated by the sales value of scrap or other revenues from multifunctional parts, being clearly dependent on corresponding prices on that moment and/or the possibility to re-use certain components in other existing group activities and plants.

Therefore, this liability is disclosed as a contingent liability.

3) Cross-border lease arrangement

On 17/08/1999, the Group entered into a cross-border lease arrangement with an American investor relating to the right to use lines 1 and 2 of the grate incinerator in Doel. The initial lease term amounts to 25.4 years with an option to conclude a service contract for an additional period of 13 years.

Continued on next page

11 Annex 11: Rights, commitments and contingencies note *(continued)*

Under the terms of the arrangement, the Group received at inception date of the arrangement a total amount of USD 135.0 million, placed a total amount of USD 129.4 million on deposit and entered in respect of the deposits into quasi-fully covered payment undertaking agreements with highly rated banks.

In addition, a letter of credit issued 17/08/2011 of EUR 18.8 million (amount 31/12/2011) had to be provided by an eligible bank which is as from May 2009 secured by a cash collateral of EUR 22.9 million (amount 31/12/2011) made available by the Group.

Based on interpretation 27 (SIC 27, "Evaluating the substance of transactions involving the legal form of a lease"), the Group concluded that this arrangements in substance do not involve a lease and that the related lease debts and deposits must not be recognized in the financial statements because they do not meet the definition of an asset and a liability under IFRS.

In respect of these arrangements, the Group received gains from the American investor for a total amount of EUR 5.4 million. These gains are recognized in the income statement under the caption "other finance income" over the lifetime of the arrangement. The gains effectively recognized in income for 2011 amount to EUR 0.2 million. At 31/12/2011, the remaining balance included in deferred income amounts to EUR 2.8 million (31/12/2010: EUR 3.0 million).

4) Long-term waste treatment contracts

The group entered into several long-term waste treatment contracts (incineration rights) with customers which are covered by upfront payments. These payments are included in the balance sheet as deferred income (31/12/2011: EUR 48.9 million, 31/12/2010: EUR 52.8 million). During 2011, revenue has been recognized of EUR 6.8 million. Additional upfront payments have been received amounting to EUR 2.9 million.

In some of these arrangements, a put option is granted to the customer to sell part of the rights back to Indaver. No liability is recognised as, according to management, it is not probable that the put option will be exercised.

5) Concession arrangements

WIPS, a 50% joint venture of Indaver NV has entered in 2001 into an agreement for the exploitation of a VGF waste composting installation (vegetables, garden and fruit waste) which is property of ILVA (intermunicipal company). This agreement is valid until 01/03/2016 and all costs related to the preservation and operation of this composting installation during this period are at the expense of WIPS.

6) Guarantee from DELTA NV

Delta NV, the parent company of Indaver NV, guarantees on behalf of the Province of Zeeland, the capping obligations regarding some landfills in the Netherlands. The guarantee amounts to EUR 46.9 million.

Annex 12: Derivatives note

12

Derivatives held for hedging

	in € '000			
	31/12/11		31/12/10	
	Notional amount	Fair value	Notional amount	Fair value
Liabilities	**51,364**	**-3,502**	**98,076**	**-4,776**
Non current liabilities		-2,488		-2,494
Current liabilities		-1,014		-2,282

Hedge reserve

	in € '000	
	31/12/11	31/12/10
Hedge reserve beginning year	**-2,490**	**-2,895**
Changes in fair value	-779	-1,367
Reclassified from equity to profit or loss	1,588	1,962
Tax (expense) benefit	-257	-191
Hedge reserve year end	**-1,938**	**-2,490**

Hedge transaction concluded by parent company

The parent company has concluded in 2004 an interest rate swap to change a floating rate debt (3 months EURIBOR) to a fixed rate debt (4.595%). The end date of the swap agreement is 15/08/2016. Management is of the opinion that all the conditions for hedge accounting are met.

Hedge transaction concluded by Indaver Deutschland

In order to hedge partially the floating interest rate risk on the bank debt, which had been concluded to finance the acquisition of Indaver Deutschland in 2008, six interest rate swaps had been entered into. Three of them have reached their maturity date in 2011. The remaining three interest rate swaps follow the evolution of part of the outstanding debt until 31/12/2015 and change the floating rate debt (3 months EURIBOR) to a fixed rate debt (3.87%;3.89 %;3.90%). Management is of the opinion that all the conditions for hedge accounting are met.

Hedge reserve

The hedge reserve represents the cumulative gains (and losses) arising on the interest rate swaps that have been recognized in other comprehensive income, net of the amounts that have been recognized in profit or loss. It concerns the amounts which are attributable to the Indaver Group.

13 Annex 13: Risk note

A. Exposure to external interest rate risk

	in € '000									
	31/12/11					31/12/10				
	up to 1 year	1 to 5 years	over 5 years	**Total**	Interest rate	up to 1 year	1 to 5 years	over 5 years	**Total**	Interest rate
Detail of interest rate maturity risk, fixed rate instruments										
Assets	**15,086**	**6,460**		**21,546**		**16,667**	**8,708**		**25,375**	
Deposit in EUR 06/09 - 06/12	8,333			8,333	3.93%	16,667	8,333		25,000	3.93%
Deposit in EUR 09/11 - 09/12	1,300			1,300	6.00%					
Deposit in EUR 12/11 - 06/12	4,000			4,000	3.13%					
Deposit in EUR 10/11 - 03/14		6,018		6,018	3.15%					
Deposit in EUR 12/11 - 06/12	900			900	3.14%					
Deposit in EUR collateral		442		442	2.50%		375		375	2.50%
Deposit in EUR	252			252	7.77%					
Deposit in EUR	300			300	0.00%					
Liabilities		**5,969**		**5,969**						
Loan in EUR 10/11 - 03/14		5,969		5,969	3.15%					
Effective interest rates, fixed rate instrument (weighted average)										
Assets					**3.62%**					**3.91%**
Liabilities					**3.15%**					
Detail of interest rate maturity risk, floating rate instruments										
Assets	**22,923**			**22,923**		**25,304**		**5,895**	**31,199**	
Deposit in EUR 12/11 - 01/12	22,923			22,923	0.27%	22,952			22,952	0.69%
Deposit in EUR 09/10 - 01/11						1,100			1,100	6.00%
Deposit in EUR						252			252	7.77%
Deposit in EUR						300			300	6.00%
Deposit in EUR								5,895	5,895	1.73%
Deposit in EUR 12/10 - 01/11						700			700	2.22%
Liabilities	**111,045**	**63,402**	**27,000**	**201,447**		**95,679**	**63,197**	**64,250**	**223,126**	
Loan in EUR: 03/06 - 08/16	3,000	11,250		14,250	1.96%	3,000	12,000	2,250	17,250	1.55%
Loan in EUR: 09/08 - 12/15	5,712	17,152		22,864	3.39%	5,712	22,864		28,576	3.01%
Loan in EUR: 09/08 - 09/16		35,000		35,000	3.89%			35,000	35,000	3.51%
Loan in EUR: 09/08 - 09/17			27,000	27,000	4.64%			27,000	27,000	4.26%
Loan in EUR: 06/09 - 06/12	8,333			8,333	2.12%	16,667	8,333		25,000	1.76%
Loan in EUR: 12/10 - 09/12	20,000			20,000	1.87%		20,000		20,000	1.43%
Loan in EUR: 12/11 - 03/12	20,000			20,000	1.72%	20,000			20,000	1.50%
Loan in EUR: 11/11 - 01/12	5,000			5,000	2.26%					
Loan in EUR: 12/11 - 01/12	9,000			9,000	2.20%					
Loan in EUR: 12/11 - 01/12	40,000			40,000	1.78%					
Loan in EUR: 12/10 - 01/11						10,000			10,000	1.68%
Loan in EUR: 12/10 - 01/11						25,000			25,000	1.57%
Loan in EUR: 12/10 - 01/11						2,000			2,000	1.44%
Loan in EUR: 12/10 - 01/11						1,000			1,000	0.40%
Loan in EUR: 12/10 - 01/11						2,300			2,300	0.40%
Loan in EUR: 12/10 - 02/11						10,000			10,000	0.61%
Effective interest rates, floating rate instrument (weighted average)										
Assets					**0.27%**					**1.22%**
Liabilities					**2.77%**					**2.33%**

Continued on next page

Annex 13: Risk note *(continued)* 13

B. Sensitivity analysis relating to floating-rate instruments

Effect of 10% increase/decrease of floating rate

Balance sheet

At the balance sheet date, all the outstanding interest rate swaps are considered as effective hedges. A sensitivity analysis was performed by calculating the effect of increasing and decreasing the current floating rate by 10%. The swaps remained effective, so no gains or losses have been recognised in the statement of comprehensive income. The following table shows the effect of a 10% increase and a 10% decrease compared with the carrying amounts as at 31/12/2011. The difference between the figures for the effect on derivatives on the face of the balance sheet and the effect on the hedge reserve is explained by the recognition of deferred tax. In addition, all the amounts are shown before allocation of the minority share.

	in € '000			
	31/12/11		31/12/10	
	10% increase	10% decrease	10% increase	10% decrease
Hedging instruments (current and non-current)	179	-180	416	-420
Increase (decrease) hedge reserve	121	-122	283	-16

Profit (loss)

If interest rates on floating rate liabilities has been 10% higher/lower and all other variables were held constant, the Group's profit for the year ended 31 December 2011 (before allocation of the minority share) would decrease/increase by EUR 114 thousand.

This analysis is prepared assuming that the amount of the liability outstanding at the balance sheet date was outstanding for the whole year.

	in € '000			
	10% increase	10% decrease	10% increase	10% decrease
Profit (loss)	-114	114	-38	38

C. Disclosures relating to other risks

1. Currency risk

The Group's currency exposure relates to foreign currencies in which receivables and debts have to be received or to be paid and to operational activities in foreign currencies that are not "naturally" hedged.

Equity of subsidiaries in foreign currency is as follows:

Valuta	in million EUR	
	2011	2010
CHF	7.3	7.0
GBP	0.5	0.2

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Annex 13: Risk note *(continued)*

2. Credit risk

The Group's maximum exposure to credit risk, (not taking into account the value of any collateral or other security held) is the carrying amount of those assets in the balance sheet.

Credit risk refers to the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Group has adopted a policy of only dealing with creditworthy counterparties. Concentration of credit risk relating to accounts receivable is limited due to the large number of customers spread across a variety of industries and geographical areas. The Group's exposure related to trade receivables is continuously monitored and compared with working capital-KPIs.

Exposure to credit risk	**in € '000** Maximum credit exposure
Non-current financial assets	
Loans	8,000
Non current trade and other receivables	1,372
Current financial assets	
Loans	4,900
Trade receivables	102,703
Other receivables	10,225
TOTAL	**127,200**

Financial assets exposed to credit risk are normally not assured by collateral.

Age of financial assets	**in € '000**							
	Not impaired (net of general provision)						Impaired assets (Net of specific provision)	**Net carrying amount at year end**
		Due date passed						
	Not due	< 31 days	31-60 days	61-90 days	91-120 days	> 120 days		
Non-current financial assets								
Loans	8,000							**8,000**
Non current trade and other receivables	1,372							**1,372**
Current financial assets								
Loans	4,900							**4,900**
Trade receivables	73,129	18,759	6,545	1,455	376	1,835	604	**102,703**
third parties	68,786	17,410	6,236	1,404	375	1,764	604	**96,580**
joint ventures	2,293	24	-31	52	2	109		**2,449**
associates	1,494	625				0		**2,119**
other related parties	556	700	339		-1	-39		**1,555**
Other receivables	9,430	405	4			385		**10,225**
TOTAL	**96,831**	**19,164**	**6,549**	**1,455**	**376**	**2,220**	**604**	**127,200**

Impaired financial assets (only applicable in case of specific provision)	**in € '000** Current trade receivables third parties
Beginbalans op 1 januari 2010	***465***
toename bruto-bedrag	522
terugname bruto-bedrag	-337
Kredietverliezen/terugnemingen (winst of verlies)	247
Eindbalans op 31 december 2010	***702***
toename bruto-bedrag	539
terugname bruto-bedrag	-559
Kredietverliezen/terugnemingen (winst of verlies)	-78
Eindbalans op 31 december 2011	***604***

Continued on next page

Notes 13: Toelichting met betrekking tot risico *(vervolg)*

3. Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting obligations associated with financial liabilities. The Group manages liquidity risk by maintaining adequate reserves and committed credit facilities, by continuously monitoring forecasted and actual cash flows. The Group has an amount of EUR 142.9 million of undrawn bank facilities at its disposal to further reduce liquidity risk.

4. Other risks

In accordance with the actual status of law, the Group has the obligation to dispose of a major intermunicipal company in 2018 without having certainty about the conditions at which this will occur.

D. Fair value

The majority of the **available-for-sale financial assets** are valued at fair value with gain or loss directly included in other comprehensive income until the investment is sold at which time the cumulative gain or loss previously reported in equity is included in financial income or expense.

The Group uses **interest rate swaps** as cash flow hedges to change floating rate debt to fixed rate debt. They have been determined to be effective hedges. As a result, the gains or losses are recognized in other comprehensive income.

Fair value measurements recognised in the statement of financial position

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

	in € '000			
	31/12/11			
	Level 1	Level 2	Level 3	**Total**
Available-for-sale financial assets			1,574	**1,574**
Derivative financial liabilities		-3,502		**-3,502**

Reconciliation of level 3 fair value measurement of financial assets	**in € '000**	
	31/12/11	**31/12/10**
Opening balance	**2,874**	**2,874**
Total gains (losses)		
- in profit/loss	370	
- in other comprehensive income	-370	
Purchases		
Settlements	-1,300	
Other		
Closing balance	**1,574**	**2,874**

Continued on next page

13 Annex 13: Risk note *(continued)*

Fair value of financial assets and liabilities at amortised cost

The financial assets and liabilities included in the following table relate mainly to interest bearing loans and borrowings at variable rate. As a result, the fair value of these assets and liabilities approaches the carrying amount. With regard to the fair value of the hedge transactions, see annex 12 (derivatives note).

	in € '000			
	31/12/11		31/12/10	
	Carrying amount	Fair value	Carrying amount	Fair value
Financial assets	**13,175**	**13,175**	**8,372**	**8,372**
Other non current financial assets	8,275	8,275	7,672	7,672
Other current financial assets	4,900	4,900	700	700
Financial liabilities	**217,509**	**217,509**	**220,976**	**220,976**
Non current interest bearing borrowings	114,818	114,818	116,888	116,888
Current interest bearing borrowings	102,691	102,691	104,088	104,088

E. Capital management

The Indaver Group manages its capital to ensure that entities in the Group will be able to continue as a going concern. The Group keeps the desired financial flexibility to execute the strategic projects and the maintenance of the strong financial health of the Indaver group. Besides the statutory minimum equity funding requirements that apply to the parent and to its subsidiaries and the required compliance with certain financial covenants in relation to its bank debt, Indaver is not subject to any externally imposed capital requirements. When analyzing the capital structure, management is using the same debt/equity classifications as applied in the IFRS reporting. The Group's overall strategy remains unchanged from 2010.

Annex 14: Borrowings and payables note

1. Interest bearing borrowings

	in € '000							
	31/12/11				31/12/10			
	up to 1 year	1 to 5 years	over 5 years	Total	up to 1 year	1 to 5 years	over 5 years	Total
Secured - at amortized cost	5,691	57,020	43,751	**106,461**	5,788	21,476	78,365	**105,629**
Bank borrowings	5,429	51,170	26,925	**83,524**	5,429	21,715	61,809	**88,953**
Finance leases	262	-119	16,825	**16,968**	359	-240	16,556	**16,676**
Other borrowings		5,969		**5,969**				
Unsecured - at amortized cost	97,000	11,250	2,798	**111,048**	98,300	12,000	5,048	**115,348**
Bank borrowings	57,000	11,250		**68,250**	55,000	12,000	2,250	**69,250**
Other borrowings	40,000		2,798	**42,798**	43,300		2,798	**46,098**
Loans from related parties	40,000			**40,000**	43,300			**43,300**
Other borrowings			2,798	**2,798**			2,798	**2,798**
Total interest bearing borrowings according to their maturity	**102,691**	**68,270**	**46,548**	**217,509**	**104,088**	**33,476**	**83,413**	**220,976**

The bank borrowings of Indaver Deutschland amounting to EUR 84.9 million have been secured by a charge over certain of the Group's tangible and intangible fixed assets, other assets as well as over some of the shares of the companies within the Indaver Deutschland group (for more detail see annex 11 (3 Collateral))

Within the framework of some borrowing arrangements, a number of bank covenants have to be complied with. The company is in compliance with these covenants and will ensure that this will also be the case in the future.

The finance lease borrowings are secured by the assets leased.

2. Derivative financial instruments

	in € '000							
	31/12/11				31/12/10			
	up to 1 year	1 to 5 years	over 5 years	Total	up to 1 year	1 to 5 years	over 5 years	Total
Fair value interest rate swaps	1,014	2,488		**3,502**	2,282	2,439	55	**4,776**

3. Obligations under finance leases

	in € '000							
	31/12/11				31/12/10			
	up to 1 year	1 to 5 years	over 5 years	Total	up to 1 year	1 to 5 years	over 5 years	Total
Finance leases, minimum lease payments payable, present value	262	-119	16,825	**16,968**	359	-240	16,556	**16,676**
Minimum lease payments payable, gross (+)	1,122	4,114	51,357	**56,593**	1,200	3,927	51,922	**57,049**
Minimum lease payments payable, interest (-)	860	4,233	34,532	**39,625**	840	4,167	35,366	**40,373**

Continued on next page

14 Annex 14:
Borrowings and payables note *(continued)*

4. Trade and other payables according to their maturity

	in € '000							
	31/12/11				31/12/10			
	up to 1 year	1 to 5 years	over 5 years	Total	up to 1 year	1 to 5 years	over 5 years	Total
Trade and other payables according to their maturity	120,701			**120,701**	86,962	3,433		**90,396**
Trade payables	77,019			**77,019**	61,936	3,433		**65,369**
of which bills of exchange	15,063			**15,063**	4,082	3,433		**7,515**
Advances received	9,530			**9,530**	4,229			**4,229**
Other payables	34,152			**34,152**	20,797			**20,797**
of which payables to employees	7,123			**7,123**	5,886			**5,886**
of which payables to Public Administrations	3,464			**3,464**	3,545			**3,545**

Annex 15: Equity note

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	Ordinary shares
MOVEMENTS IN NUMBER OF SHARES	
Number of shares, beginning balance	1,906,745
Number of shares, ending balance	**1,906,745**

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Annex 16:
Other notes relating to the statement of financial position

	in € '000	
	31/12/11	**31/12/10**
INVENTORIES, NET AMOUNT	**9,326**	**7,214**
Gross carrying amounts:	**14,960**	**12,472**
Merchandise		85
Production supplies	13,826	11,570
Raw materials	480	416
Work in progress		124
Finished goods	654	277
Write-downs and other reductions in value (-)	**-5,634**	**-5,258**
Production supplies (-)	-5,634	-5,258
CASH AND CASH EQUIVALENTS	**31,385**	**39,199**
Cash at hand	30	25
Bank balances	2,068	10,866
Short-term deposits		376
Cash restricted	29,287	27,931
TRADE RECEIVABLES, NET, CURRENT	**102,703**	**88,340**
Trade receivables, gross, current	106,664	93,783
Allowance for bad and doubtful debts, current (-)	-3,961	-5,443
Balance at the beginning of the year	*-5,443*	*-4,057*
Increase/decrease in allowance recognised in P&L	*63*	*-96*
Amounts written off during the year	*1,419*	*635*
Other		*-1,925*
Allowance for bad and doubtful debts, current (-)	*-3,961*	*-5,443*
GOVERNMENT GRANTS	**1,126**	**1,277**
Carrying amount of capital grants recognised	1,126	1,277
WORK PERFORMED BY THE ENTERPRISE AND CAPITALISED	**1,462**	**1,462**
Employee expenses	1,462	1,302
Other		160
BORROWING COSTS - CAPITALIZED	**3,213**	**2,964**
Amount of borrowing costs capitalized during the period	3,213	2,964
Capitalization rate used	3.99%	4.46%
OTHER NON CURRENT TRADE AND OTHER RECEIVABLES	**1,371**	**1,556**
Warranties	125	15
Reinsurance pension obligations	1,246	1,098
Other		443
NON CURRENT AND CURRENT DEFERRED CHARGES	**3,517**	**5,595**
Prepaid treatment costs	3,459	3,962
Other	58	1,633
CURRENT OTHER RECEIVABLES AND OTHER ASSETS	**9,269**	**6,638**
VAT	5,893	493
Foreign VAT	32	695
Contribution of partner in result of landfill	344	2,743
Other	3,000	2,707

Continued on next page

Annex 16:
Other notes relating to the statement of financial position *(continued)*

	in € '000	
	31/12/11	31/12/10
NON CURRENT AND CURRENT OTHER DEFERRED INCOME	**58,245**	**62,545**
Waste received still to be treated	5,462	4,108
Upfront payments long term waste treatment contracts	48,915	53,893
Gain on cross border lease agreement	2,752	2,963
Prepaid ICT and infrastructure	630	200
Indemnity received related to turn-key project		1,100
Other	486	281
NON CURRENT TRADE AND OTHER PAYABLES		**3,433**
Bills of exchange		3,433
OTHER ACCRUED CHARGES	**10,525**	**4,915**
Treatment Residues	2,230	354
Contribution of partner in result of landfill		1,367
Other	8,295	3,194
CURRENT OTHER PAYABLES AND OTHER LIABILITIES	**22,832**	**15,535**
Payables regarding remuneration and social security	11,606	9,088
VAT	6,916	1,856
Environmental taxes	1,376	978
Other taxes	1,229	1,423
Other	1,704	2,190

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Annex 17:
Other notes relating to the statement of comprehensive income

	in € '000	
	31/12/11	31/12/10
OTHER OPERATING REVENUE	**20,389**	**17,882**
Grants taken in P&L in respect of fixed assets	151	145
Management fees receivable	983	813
Services invoiced (not part of main line business)	13,902	16,903
Settlement insurance claims	5,347	
Realized exchange gains on operating transactions	6	22

Several agreements on reimbursement have been reached with insurance companies regarding damages to installations in Belgium and Germany.

MATERIALS AND CONSUMABLES	**52,700**	**44,776**
Raw materials and consumables	31,616	24,431
Spare parts	4,425	4,087
Packaging	1,479	1,316
Electricity	6,327	7,006
Steam, gas,.. (Heat)	2,557	3,739
Water	824	734
Fuel	4,619	2,757
Other	852	707
SERVICES	**236,070**	**173,775**
External waste treatment	148,971	107,137
External transport	29,276	17,668
Analyses	1,762	1,321
Subcontractors	7,090	5,641
Cleaning	2,023	1,772
Industrial buildings and PME	*1,111*	*904*
Non industrial buildings	*912*	*868*
Repair and maintenance	22,008	17,869
Plants	*16,786*	*14,327*
Other than plants	*5,222*	*3,542*
Treatment residual products	3,062	679
Insurance	5,450	4,831
Other	16,428	16,858

The amount included under "other" contains the expenses incurred for sanitation projects in Germany which are executed on a cost plus basis (EUR 14.5 million).

OTHER PERSONNEL EXPENSES	**9,880**	**6,574**
Interim personnel	5,859	3,616
Other personnel expenses	4,021	2,958

Continued on next page

Annex 17: Other notes relating to the statement of comprehensive income *(continued)*

	in € '000	
	31/12/11	**31/12/10**
OTHER OPERATING EXPENSES	**44,246**	**36,573**
Onerous contracts (provisions)	150	300
Legal proceedings and claims (provisions)	-1,775	500
Other provisions	800	-45
Property taxes	1,480	1,547
Environmental taxes	4,015	3,222
Other taxes	1,218	825
Gifts and donations	80	50
Realized exchange losses on operating transactions	217	52
Rent / Lease	18,638	13,128
Land	*2,317*	*2,066*
Buildings	*7,286*	*3,782*
Machinery	*5,043*	*3,811*
Furniture, office equipment and vehicles	*3,991*	*3,469*
Lawyers	418	195
Company auditors	483	464
Consultancy	6,744	4,920
Telecommunications, postage costs	1,551	1,429
Office equipment	1,394	1,305
Recruitment and training	1,231	931
Public relations (incl. representation expenses)	918	632
Remuneration directors	365	138
Memberships	471	416
Books and documentation	214	136
Social secretary (outsourcing)	170	86
Travel expenses	1,989	1,396
Other	3,475	4,946

The rent/lease expenses which are recognised as an expense in the period (EUR 18.7 million) contains contingent rentals for an amount of EUR 0.9 million.

OTHER COMPREHENSIVE INCOME FOR THE YEAR	**645**	**530**
Exchange differences on translating foreign operations	**139**	**-73**
Gains (losses) arising during the year	139	-59
Less: Reclassification adjustment for amounts included in profit or loss		-13
Available-for-sale financial assets	**-370**	
Less: Reclassification adjustment for amounts included in profit or loss	-370	
Cash flow hedges	**876**	**602**
Gains (losses) arising during the year	-1,009	-1,932
Less: Reclassification adjustment for amounts included in profit or loss	2,282	2,812
Tax (expense) benefit	-397	-277

18 Annex 18: Tax note

	in € '000					
	31/12/11			31/12/10		
	Assets	Liabilities	Net (+ = asset)	Assets	Liabilities	Net (+ = asset)
RECOGNISED DEFERRED TAX ASSETS AND LIABILITIES	**15,213**	**48,771**	**-33,558**	**16,616**	**50,978**	**-34,362**
Deferred tax assets and liabilities related to temporary differences	**14,862**	**47,858**	**-32,996**	**15,603**	**50,538**	**-34,934**
Property, plant and equipment	507	40,735	-40,228	1,620	39,192	-37,573
Other intangible assets		4,424	-4,424		4,989	-4,989
Other financial assets		12	-12		-369	369
Trade and other receivables	154	51	102	110	12	98
Inventories	364		364	323	5,124	-4,802
Interest bearing borrowings	7,089	1,684	5,404	5,308		5,308
Deferred income	105	14	91	111	1,149	-1,038
Provisions	1,616	905	711	2,507	288	2,219
Post employment benefit obligation	3,625		3,625	3,801	187	3,614
Hedging instruments	1,144		1,144	1,542		1,542
Trade and other payables	258	32	226	281	-36	318
Tax loss carry forwards				**552**		**552**
Interest deduction carry forward	**54**		**54**	**312**		**312**
Temporary differences in relation to investments in associates		**148**	**-148**		**141**	**-141**
Other	**298**	**765**	**-468**	**149**	**299**	**-150**
UNRECOGNISED DEFERRED TAX ASSETS AND LIABILITIES	**2,725**	**1,363**	**1,361**	**1,734**	**1,044**	**690**
Deferred tax assets and liabilities related to temporary differences	**792**	**447**	**345**	**653**	**332**	**321**
Property, plant and equipment	14		14	12		12
Trade and other receivables	30		30	30		30
Interest bearing borrowings		448	-448		333	-333
Deferred income	7		7	4		4
Provisions	741		741	607		607
Post employment benefit obligation		-1	1		-1	1
Tax loss carry forwards	**1,168**		**1,168**	**1,081**		**1,081**
Notional interest deduction carry forward	**764**		**764**			
Temporary differences in relation to investments in subs and jv's		**916**	**-916**		**712**	**-712**

Continued on next page

Annex 18:
Tax note *(continued)*

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	in € '000				
	Net (+ = asset) 31/12/10	Recognised in profit or loss	Recognised in other comprehensive income	Other	Net (+ = asset) 31/12/11
MOVEMENT RECOGNISED DEFERRED TAX ASSETS AND LIABILITIES	**-34,362**	**2,123**	**-397**	**-922**	**-33,558**
Deferred tax assets and liabilities related to temporary differences	**-34,934**	**2,335**	**-397**	**0**	**-32,996**
Property, plant and equipment	-37,573	-2,655		0	-40,228
Other intangible assets	-4,989	565		0	-4,424
Other financial assets	369	-381			-12
Trade and other receivables	98	4			102
Inventories	-4,802	5,165			364
Interest bearing borrowings	5,308	96			5,404
Deferred income	-1,038	1,129			91
Provisions	2,219	-1,509		0	711
Post employment benefit obligation	3,614	11			3,625
Hedging instruments	1,542		-397		1,144
Trade and other payables	318	-91			226
Tax loss carry forwards	**552**			**-552**	
Interest deduction carry forward	**312**	**-259**			**54**
Temporary differences in relation to investments in associates	**-141**	**-6**			**-148**
Other	**-150**	**53**		**-371**	**-468**

	in € '000	
TAX LOSS CARRY FORWARDS (FISCAL LOSSES (+))	Amounts with NO expiry date	Amounts WITH expiry date
Year of loss		
2005 or earlier		30
2006		15
2007	418	393
2008	686	816
2009	148	680
2010	-81	1,477
2011	-129	241
TOTAL	**1,041**	**3,652**

	in € '000	
	31/12/11	**31/12/10**
INCOME TAX EXPENSE (-) / INCOME (+), CURRENT AND DEFERRED	**-8,093**	**-3,682**
Current income tax expense (-) / income (+), net	**-10,216**	**-7,215**
Current period tax expense (-) / income (+)	-10,188	-8,830
Tax benefit arising from previously unrecognised tax assets used to reduce current tax expense (+)		167
Adjustments to current tax of prior period	-21	1,458
Other current tax expense (-) / income (+)	-7	-9
Deferred tax expense (-) / income (+), net	**2,123**	**3,533**
Relating to origination and reversal of temporary differences	2,127	3,533
Tax benefit arising from previously unrecognised tax assets used to reduce deferred tax expense (+)	1	1
Other deferred tax expense	-5	-2

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18 Annex 18:
Tax note *(continued)*

RECONCILIATION OF STATUTORY TAX TO EFFECTIVE TAX	in € '000 31/12/11 Amount	%	31/12/10 Amount	%
Tax expense (+) using statutory rate	**13,245**		**9,596**	
Net profit before taxes	*38,968*		*28,232*	
Statutory tax rate		*33.99%*		*33.99%*
Tax effect of rates in other jurisdictions	-225		64	
Tax effect of non taxable revenues	-6,786		-7,434	
Tax effect of non tax deductible expenses	2,144		3,130	
Tax effect of tax losses (utilised) reversed	-404		-16	
Tax effect of change in tax rates			-1	
Tax effect from under or over provisions in prior periods	143		-1,633	
Other increase (decrease) in statutory tax charge	-25		-25	
Tax expense using effective rate	**8,093**		**3,682**	
Net profit before taxes	*38,968*		*28,232*	
Effective tax rate		*20.77%*		*13.04%*

Recognized and unrecognized deferred tax assets related to tax losses
At 31/12/2011, the Group has not recognized any deferred tax asset in relation to the abovementioned tax loss carry forwards. Management is not sure that suitable taxable income will arise which can be offset against the tax losses.

Share in distributable reserves
The Group's share in the positive contribution of subsidiaries and joint ventures in the consolidated equity amounts to EUR 53.9 million at 31/12/2011 (EUR 41.9 million at 31/12/2010) and is taxable at an effective tax rate of 1.7% upon remittance to the parent company. No deferred tax liability has been recorded since these are not intended to be distributed in the foreseeable future.

The deferred tax liability related to the Group's share in the positive contribution of associates is recognized (EUR 0.1 million).

Deferred tax charged or credited not recognized in profit or loss
The following adjustments to deferred taxes have not been recognized in profit or loss:

	Reference	Increase tax liability (-) decrease tax liability (+)
Impact remeasurement to fair value of interest rate swaps	Notes 12	-0.4 million
Other		-0.9 million
Total		-1.3 million

Annex 19: Post-employment benefit obligations

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A. Defined benefit plans

The Group operates defined benefit plans for qualifying employees of the parent and of some of the subsidiaries in Belgium engaged before 31/12/2007. It consists of two insurance policies (one insured with AG Insurance, the other with Ethias). The DKV plan concerns the assurance of post-employment medical care for a limited extinguishing population.

1. Defined benefit plans with actuarial calculation (Belgium)

	in € '000			
	31/12/11			31/12/10
	Pensions (AG Insurance, Ethias)	DKV	**Total defined benefit plans**	**Total defined benefit plans**
Change in benefit obligation				
Benefit obligation at beginning of year	**21,424**	**485**	**21,908**	**23,116**
Current service cost	1,540	39	1,579	1,854
Interest cost	1,007	24	1,031	1,200
Plan participants contributions	263		263	261
Actuarial (gains)/losses	1,034	-27	1,007	-3,962
Benefits paid from plan/company	-1,266	-1	-1,267	-275
Expenses paid	-55		-55	-53
Premiums paid	-272		-272	-262
Net transfer in/(out) (including the effect of any business combinations/divestitures)				41
Plan curtailments	0		0	-8
Plan settlements	-4		-4	-4
Benefit obligation at end of year	**23,670**	**519**	**24,189**	**21,908**
Change in plan assets				
Fair value of plan assets at beginning of year	**19,136**		**19,136**	**17,373**
Expected return on plan assets	967		967	965
Actuarial gains/(losses) on plan assets	-224		-224	-215
Employer contributions	1,378	1	1,379	1,322
Member contributions	263		263	261
Benefits paid from plan/company	-1,266	-1	-1,267	-275
Expenses paid	-55		-55	-53
Premiums paid	-272		-272	-262
Plan settlements	-4		-4	-9
Acquisitions/divestitures				28
Fair value of plan assets at end of year	**19,922**		**19,922**	**19,136**
Amounts recognized in the balance sheet				
Present value of obligations	23,670	519	24,189	21,424
Fair value of plan assets	19,922		19,922	19,136
Deficit (surplus)	3,748	519	4,267	2,288
Unrecognized net actuarial gains (losses)	6,328	-15	6,313	7,813
Net liability	**10,076**	**504**	**10,580**	**10,585**
Components of pension cost				
Amounts recognized in profit and loss statement				
Current service cost	1,540	39	1,579	1,854
Interest cost	1,007	24	1,031	1,200
Expected return on plan assets	-967		-967	-965
Amortization of net (gain) loss	-270	1	-269	-76
Total pension cost recognized in P&L	**1,310**	**64**	**1,374**	**2,012**

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Annex 19:
Post-employment benefit obligations *(continued)*

	in € '000			
	31/12/11			31/12/10
	Pensions (AG Insurance, Ethias)	DKV	**Total defined benefit plans**	**Total defined benefit plans**
Principal actuarial assumptions				
Weighted-average assumptions to determine benefit obligations				
Discount rate	5.50%	5.50%		5.00%
Rate of compensation increase	3.50%			3.00%
Rate of price inflation	2.00%			2.00%
Weighted-average assumptions to determine net cost				
Discount rate	5.00%	5.00%		5.50%
Expected long-term rate of return on plan assets for the periods presented in the financial statements	5.00%			5.50%
Rate of compensation increase	3.00%			4.00%
Rate of price inflation	2.00%			2.00%
Plan assets				
Asset category	Belgian insurance policy			
Expected return	Guaranteed minimum and profit sharing depending on investment return			
History of experience gains and losses				
Difference between the expected return and actual return on plan assets:				
Amount (gains) losses	224		224	215
Percentage of plan assets	1,13%		1,13%	1,12%
Experience (gains) and losses on plan liabilities				
Amount	-253	35	-218	-3,962
Percentage of present value of plan liabilities	-1,07%	6,80%	-0,90%	-18,09%
Required disclosures for post-retirement medical plans				
Sensitivity to trend rate assumptions				
Effect on total service cost and interest cost components				
valuation trend +1%		*26*		
valuation trend -1%		*-16*		
Effect on defined benefit obligation				
valuation trend +1%		*141*		
valuation trend -1%		*-106*		
Balance sheet reconciliation				
Balance sheet liability (asset) at beginning of the year	**10,144**	**441**	**10,585**	**9,896**
Pension expense recognized in P&L in the financial year	1,310	64	1,374	2,012
Employer contributions made in the financial year	-1,378	-1	-1,379	-1,322
Balance sheet liability (asset) as of end of year	**10,076**	**504**	**10,580**	**10,585**

Continued on next page

Annex 19: Post-employment benefit obligations *(continued)*

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2. Defined benefit plans with actuarial calculation (Germany)

The group operates defined benefit plans without funding for qualifying employees of Indaver Deutschland. Funding is the transfer of assets to an entity (the fund) separate from the employer's entity.

	in € '000	
	31/12/11 Total defined benefit plans	**31/12/10** Total defined benefit plans
Change in benefit obligation		
Benefit obligation at beginning of year	**13,543**	**12,273**
Current service cost	329	280
Interest cost	651	660
Amendments		-94
Actuarial (gains)/losses	-765	775
Benefits paid from plan/company	-881	-351
Benefit obligation at end of year	**12,877**	**13,543**
Amounts recognized in the balance sheet		
Present value of obligations	12,877	13,543
Fair value of plan assets		
Deficit (surplus) for funded plans	12,877	13,543
Unrecognized net actuarial gains (losses)	-1,526	-2,347
Net liability (asset)	**11,351**	**11,195**
Components of pension cost		
Current service cost	329	280
Interest cost	651	660
Amortization of past service cost		-94
Amortization of net (gain) loss	56	32
Total pension cost recognized in the P&L account	**1,037**	**877**
Principal actuarial assumptions		
Weighted-average assumptions to determine benefit obligations		
Discount rate	5.50%	5.00%
Rate of compensation increase	1.80%	1.80%
Rate of price inflation	2.00%	2.00%
Weighted-average assumptions to determine net cost		
Discount rate	5.50%	5.00%
Rate of compensation increase	1.80%	1.80%
Rate of price inflation		2.00%
History of experience gains and losses		
Experience (gains) and losses on plan liabilities		
Amount	20	775
Percentage of present value of plan liabilities	0.16%	5.72%
Balance sheet reconciliation		
Balance sheet liability (asset) at beginning of the year	**11,195**	**10,669**
Pension expense recognized in P&L in the financial year	1,037	877
Benefits paid directly by company in the financial year	-881	-351
Balance sheet liability (asset) as of end of year	**11,351**	**11,195**

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19 Annex 19: Post-employment benefit obligations *(continued)*

3. Defined benefit plans with simplified actuarial calculation

	in € '000			
	31/12/11			31/12/10
	Prepensions	Other	Total	Total
Beginning balance, 31/12/2010	***1,198***	***38***	***1,236***	***1,486***
Additions (+)	397		397	545
Amounts of provision used (-)	-718		-718	-796
Other increase (+) / decrease (-)		18	18	2
Ending balance, 31/12/2011	***877***	***56***	***934***	***1,236***

4. Total defined benefit plans with actuarial calculation (1+2+3)

	in € '000	
	31/12/11	31/12/10
Total	***22,865***	***23,017***

5. Additional disclosures related to defined benefit plans

	in € '000				
	2011	2010	2009	2008	2007
Defined benefit pension plans					
Defined benefit obligation	37,067	34,966	35,058	30,444	19,529
Plan assets	19,922	19,136	17,373	15,480	13,212
Deficit (Surplus)	17,144	15,830	17,685	14,964	6,317
Experience adjustments on plan assets: (gains) / losses	224	215	57	-356	-165
Experience adjustments on plan liabilities: (gains) / losses	-233	-3,294	1,749	-1,368	-1,438
Health					
Defined benefit obligation	519	485	331	287	293
Defined benefit obligation	35	107	3	-50	-48

6. Other

	in € '000
Best estimate of contributions expected to be paid during annual period beginning after the balance sheet date:	1,602

B. Defined contribution plans

The Group operates defined contribution plans for new employees that started after 01/01/2008 in the parent company and some of the subsidiaries in Belgium as well as for the employees of Indaver Ireland, a 100% subsidiary. There is an additional defined contribution plan for a limited number of key-employees of the parent company.

	in € '000	
	2011	2010
Amounts recognised as expense:	704	548

Pension plans for the entities in the Netherlands:

The entities in the Netherlands have transferred their retirement benefit obligations to pension funds. Some of the retirement benefit premiums that the entities are remitting to the pension funds are based on expectations regarding inflation and salary increases, the ageing of the workforce, mortality rates and the return on the investment portfolio of the pension funds. The respective pension funds have stated that there is no consistent and reliable basis on which to attribute the retirement benefit obligations, plan assets and costs to individual participating entities. The Group consequently makes use of the exemption provided by IAS 19 to treat these defined benefit plans as defined contribution plans.

Premiums recognized in 2011 for the entities in the Netherlands amount to EUR 1.4 million.

	in € '000	
	2011	2010
Amounts recognised as expense:	1,365	633

Annex 20: Related parties note

	in € '000							
	31/12/11				31/12/10			
	Joint ventures	Associates	Other related parties	**Total**	Joint ventures	Associates	Other related parties	**Total**
ASSETS WITH RELATED PARTIES	**9,253**	**3,024**	**1,502**	**13,778**	**5,471**	**2,808**	**4,252**	**12,530**
Other financial assets	**5,852**	**900**		**6,752**	**1,652**	**700**		**2,352**
Loans	5,852	900		6,752	1,652	700		2,352
Receivables	**3,401**	**2,124**	**1,502**	**7,026**	**3,819**	**2,108**	**4,252**	**10,178**
Trade receivables	3,401	2,124	1,502	7,026	3,819	2,108	4,252	10,178
Other receivables								
LIABILITIES WITH RELATED PARTIES	**4,983**	**1,111**	**40,375**	**46,469**	**8,419**	**1,671**	**40,081**	**50,171**
Interest bearing borrowings			**40,000**	**40,000**	**3,300**		**40,000**	**43,300**
Other borrowings			40,000	40,000	3,300		40,000	43,300
Payables	**4,983**	**1,111**	**375**	**6,469**	**5,119**	**1,671**	**81**	**6,871**
Trade payables	4,983	1,111	375	6,469	5,119	1,671	81	6,871
TRANSACTIONS WITH RELATED PARTIES								
Sale of goods/ rendering of services	**17,890**	**9,943**	**10,130**	**37,964**	**16,907**	**11,100**	**8,881**	**36,888**
Purchase of goods/ receiving of services	**-56,364**	**-12,440**	**-4,957**	**-73,761**	**-51,110**	**-15,841**	**-482**	**-67,433**
Interest income	**99**	**25**		**124**	**44**	**21**		**65**
Interest expenses	**-51**		**-685**	**-737**	**-15**		**-301**	**-316**
Key management personnel remunerations (-) (including directors)			**4,513**	**4,513**			**4,429**	**4,429**
of which short-term employee benefits (key management)			*3,648*	*3,648*			*3,688*	*3,688*
of which post-employment benefits (key management)			*685*	*685*			*629*	*629*
of which fees paid to Directors			*180*	*180*			*113*	*113*

Key management of the Indaver Group is represented by the members of the International Management Team.

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Annex 21: Categories of financial instruments

The following table present the Group's financial instruments per category as defined under IAS 39:

	Category	in € '000 31/12/11	31/12/10
ASSETS			
NON-CURRENT ASSETS			
Other non-current financial assets	*See Financial assets note (9.2)*	9,850	10,822
Non-current trade and other receivables	*Loans and Receivables Financial assets*	1,372	1,628
CURRENT ASSETS			
Other current financial assets	*See Financial assets note (9)*	4,900	700
Current income tax receivables	*Loans and Receivables Financial assets*		10
Current trade and other receivables	*Loans and Receivables Financial assets*	112,928	95,089
Cash and cash equivalents	*Loans and Receivables Financial assets*	31,385	39,199
LIABILITIES			
NON-CURRENT LIABILITIES			
Non-current interest bearing borrowings	*Financial liabilities at amortized costs*	114,818	116,888
Non-current hedging instruments	*Derivative instruments in designated hedge accounting relationships*	2,488	2,494
Non-current trade and other payables	*Financial liabilities at amortized costs*		3,433
CURRENT LIABILITIES			
Current interest bearing borrowings	*Financial liabilities at amortized costs*	102,691	104,088
Current hedging instruments	*Derivative instruments in designated hedge accounting relationships*	1,014	2,282
Current tax payables	*Financial liabilities at amortized costs*	7,501	4,111
Current trade and other payables	*Financial liabilities at amortized costs*	120,701	86,962

Annex 22: Operating lease arrangements

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The group as lessee

	in € '000							
	31/12/11				31/12/10			
	up to 1 year	1 to 5 years	over 5 years	**Total**	up to 1 year	1 to 5 years	over 5 years	**Total**
Non-cancellable future minimum operating lease payments as lessee (rent/lease)	6,091	10,757	31,796	**48,645**	8,631	12,192	30,098	**50,921**
Rights to use land	1,510	4,880	28,265	**34,655**	1,485	5,288	29,285	**36,058**
Other	4,582	5,877	3,531	**13,990**	7,147	6,904	813	**14,863**

The majority of the amount of EUR 35.0 million includes expected payments for the right to use land and buildings in Beveren (Doel, Kallo), Burcht (Singelberg), Willebroek over a period of up to 53 years from now.

The group as lessor

	in € '000							
	31/12/11				31/12/10			
	up to 1 year	1 to 5 years	over 5 years	**Total**	up to 1 year	1 to 5 years	over 5 years	**Total**
Future minimum lease payments under non-cancellable operating leases as lessor:	436	1,178	1,699	**3,313**	492	1,526	1,770	**3,788**

The amount of EUR 3.3 million includes a.o. the expected payments for the right to use land and certain facilities in Beveren granted by the parent company to SLECO (a 50% joint-venture), the rent of the investment property of Indaver Schweiz and some other lease arrangements in Germany.

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Annex 23:
Statutory auditor

	in € '000	
	31/12/11	**31/12/10**
FEES PAID TO STATUTORY AUDITOR (MAZARS BELGIUM)		
Fees paid regarding statutory audit	44	46
Fees paid for exceptional or special assignments		
Other audit assignments	*18*	*18*
Other assignments (other than statutory assignment)	*15*	*9*
Total	**77**	**72**

Annex 24:
Events after the balance sheet date

During the first quarter of 2012, the Group disposed of the non-hazardous waste business of Frassur GmbH Umweltschutz-Dienstleistungen, a German subsidiary. The total assets and liabilities over which control was lost amounted to EUR 2.9 million and EUR 1.3 million respectively.

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Annex 25: Dividends paid and dividends proposed

During the accounting year 2011 no dividends were paid.

In respect of the current year, the directors propose that a dividend of EUR 2.62 per share will be paid to the shareholders. This dividend is subject to approval by the shareholders at the Annual General Meeting and has not been included as a liability in these consolidated financial statements. The total amount of the proposed dividend to be paid is EUR 5.0 million.

INDAVER GROUP

CONSOLIDATED FINANCIAL STATEMENTS 2011

INDAVER

member of DELTA
the multi-utility company